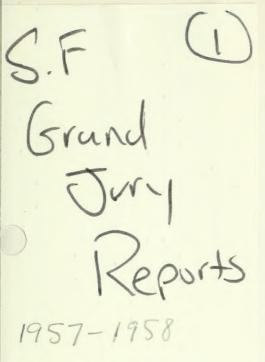


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1957

GRAND JURY

REPORTS



CITY AND COUNTY OF

SAN FRANCISCO

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CALIFORNIA



GRAND JURY

OF THE

CITY & COUNTY OF SAN FRANCISCO

1957

Foreman

BENJAMIN H. SWIG

Secretary

DARRELL W. DALY

PARK V. BOVYER

JOHN G. CAMPBELL

MRS. CAROLINE M. CHARLES

PHILIP DINDIA

PETER GIOVANZANA

ERNEST J. GREWE

MRS. JEAN S. HAYS

HAROLD HOTCHNER

DR. ARTHUR M. JONCK

PETER LALLAS

E. WALTER MC CARTHY

ROGER H. NODEN

TERENCE J. O'SULLIVAN

CHARLES J. SCOLLIN

MRS. LEONA SKINNER

WILLIAM A. STRACHAN

LESTER E. WEAVER

Impanelled January 11, 1957

Discharged January 9, 1958

David F. Supple Consultant-Statistician

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GRAND JURY OF THE CITY AND COUNTY OF SAN FRANCISCO

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December 19, 1957

Honorable William T. Sweigert Presiding Judge of the Superior Court City Hall San Francisco, California.

Your Honor:

Attached hereto are the final reports of all of the individual committees of the 1957 Grand Jury. They are lucid and complete and cover months of study and hard work by all of the members of this Grand Jury. I think it needless on my part to summarize or comment on them, for they speak for themselves. Each committee report bears the approval of the entire Grand Jury.

I must express my appreciation to you for the very careful selections you made in your appointments to this Grand Jury. It has been my privilege this year to work with a splendid group of men and women, all of whom without exception dedicated themselves in a conscientious effort to better conditions in our beloved city of San Francisco. It has been a matter of personal gratification to me to have had the honor to serve as their Foreman.

A few of our accomplishments require comment. Investigations on our part caused recommendations to be made to the Municipal Railway, for certain safety measures we felt should be adopted to lower the bus accident record. These were immediately put into effect by the Railway management. We have also instituted research into the operations of the Youth Guidance Center, which should shortly bear fruit. Incidentally, we have re-instituted the practice of returning indictments on Thursdays, following the Menday night meetings at which time the indictments were voted. This has served to speed up the wheels of justice by several days.

Shortly after we were impanelled, it became evident to us that the vicious narcotic traffic was the major cause of crimes of violence in San Francisco. We quickly held meetings and a round-table discussion. We gathered all information available from all of the law-enforcement agencies, to acquire a foundation of facts from which we could proceed. We thereupon decided that this problem would be our number one target for the year.

Rather than comment further on the results obtained, I take the liberty of quoting in full the San Francisco Examiner editorial dated just nine days ago, December 10, 1957:



"A SPLENDID WORK

"The San Francisco Grand Jury now completing its year of service has earned the community's gratitude for reorganizing and revitalizing the forces at war with the narcotics traffic. During the course of its fine work the grand jury also developed a follow-through technique in dealing with public officials that later grand juries could well adopt as a model.

"Early in its existence the grand jury became aware that almost half the criminal cases brought before it could be traced directly or indirectly to narcotics. As the commonest example, a very large proportion of the robbery, burglary and theft cases resulted directly from attempts by addicts to get money to feed their habit.

"The grand jury decided to make narcotics its special concern for the entire year. It set up a special narcotics committee to which Foreman Ben Swig named Harold Hotchner as chairman. The committee went looking for the root causes of poor enforcement and found plenty: lack of co-ordination among enforcement agencies, an undermanned and cutmoded approach to narcotics in the police department, use of antiquated detection techniques.

"The grand jurors were aware that public officials have a habit of filing and forgetting grand jury recommendations. When they decided what needed to be done on the narcotics enforcement front the unpaid grand jurors took time from their own affairs to push and guide their recommendations through all the many steps in the City Hall maze.

"The major item to the grand jury's credit is the \$50,000 appropriation setting up a modern, well equipped and sufficiently large narcotics unit in the police department. When, as expected, the drug nalline is soon put to use to detect addiction, that too will be a result of the grand jury's work. Finally, the grand jury brought about measures of co-operation among Federal, State and local narcotics agencies that will in time bear fruit. In sum this was a splendid accomplishment by a body of determined citizens."



This has been a working Grand Jury, and its record is worth emphasis by me, as its Foreman. The average attendance has been 82%, and we have never lacked a quorum. There have been 225 persons indicted and 201 indictments returned, which are the highest numbers of both defendants and indictments in one year in San Francisco's history. This is not at all indicative of an increased crime rate; it merely points up the fact that this Grand Jury has been one of increased service to the City and County of San Francisco.

I have observed with gratification the activities of both Thomas C. Lynch, our District Attorney, and his Chief Deputy, Norman Elkington, in their various appearances before this Grand Jury in the presentation of cases for our consideration. I wish to pay them my highest compliments for their deportment as gentlemen and their abilities as attorneys. The City of San Francisco should be proud of both of them.

I wish to pay my respects to you, Hencrable Sir, and state that I am deeply grateful to you for the confidence you have reposed in me. It has been a pleasure to serve as your Foreman on the 1957 Grand Jury. You have been an inspiration to us, and of incalculable assistance to us during the entire year. Please accept my heartfelt thanks.

The foregoing, plus the committee reports which follow, comprise our report of the activities of the Grand Jury in carrying out its prescribed duties during the year 1957. We have acted to the best of our effort, ability and judgment. We pray that our actions have been good and just and that they will lead to constructive results.

However, your Foreman feels that this report would be incomplete if it did not express, in some way, the feeling of privilege and deep satisfaction that all of us on the Grand Jury have obtained from our term of service. This is our best roward. It is the greatest reward that can come to the citizen of a free nation. It is the roward that comes from serving our government and its free institutions, our community and its people. Self-government is the ideal of democracy. As members of the Grand Jury we were given a sacred trust and a rare opnortunity to participate in this self-government. I am sure that all of us have learned a great deal, and I am certain that it has made better citizens of us and deepened our sense of responsibility. Cortainly we have gained more than we have given, and for this we are humbly grateful.

As we conclude our term of service to make way for another group of citizens to be entrusted with this important work, we do so with a fervent prayer that in the judgment of God and our fellow citizens our actions will have fulfilled our oath of office and will have been consistent with the principles of honor and justice, and that we may be regarded as worthy of the sacred trust that was placed upon us.

Respectfully,

BENJAMIN H. SWIG Foreman, 1957 Grand Jury of the City and County of San Francisco



SPECIAL COMMITTE ON THE NARCOTIC INVESTIGATION

In order to make this final report intelligible, it is necessary to incorporate herein the Interim Report of this Grand Jury, which was submitted to the Superior Court under date of June 13, 1957:

"Since its impanelment in January of this year, the Jury has heard evidence in, and considered, many criminal cases. It has returned indictments against 125 persons for various felonious offenses. Of these persons, 61 have been charged with violations of California's narcotic laws. From the evidence taken, it appeared that even in those cases not directly involving narcotics, a very high percentage had their origin in, or were related in one way or another to, the vicious and increasing traffic in narcotic drugs. Robberies, burglaries, assaults, murders, and crimes of all kinds frequently are perpetrated by persons under the influence of these drugs. Prostitution and petty thievery are nearly always resorted to by narcotic victims who must continue to supply their expensive addiction.

It soon became manifest to the Jury that the traffic in these drugs is by far the greatest contributing factor to the high incidence of crime in this state and city.

As it appeared that there was a serious question as to whether California's narcotic laws were being properly enforced, the Grand Jury, on April 15 of this year, commenced an investigation into this problem. During the course of this inquiry, many witnesses testified, including federal, state and municipal law enforcement officials. From the testimony taken, no evidence of misconduct was observed on the part of the various law enforcement agencies and officials concerned.

The Jury did, however, find that the enforcement of criminal laws relating to narcotics is inadequate, inefficient, and ill adapted to cope with this rapidly expanding criminal problem. These findings, which are set out in more detail in the following paragraphs, have prompted this report to the Court.

Contraband narcotics enter California in either one of two ways: from ships coming from foreign ports, or over the south rn border of the state. The duty of preventing these smuggling operations rests with the United States Custems Service. This service, though capable and alert, is hopelessly undermanned, and therefore is unable to make any real contribution toward a solution of the problem. Witnesses estimated that between 95% and 99% of the attempts to bring narcotics into this state are successful. Although the custems service is beyond the jurisdiction of the courts and legislature of this state, it is hoped that Congress will



do something toward added personnel at the various places of entry into this state.

Other agencies having to do with the enforcement of narcotic laws are the Foderal Bureau of Narcotics, the State of California Bureau of Narcotic Enforcement and (in this city) the San Francisco Police Department.

An appalling lack of cooperation appears to exist among these various agencies. The investigation showed it to be decidedly in the public interest for them to work together harmonicusly. There is much need for an exchange of information among them. When a narcotic arrest is made at the state or local level, it is highly important that the agencies of the larger geographic areas be fully advised and be given an opportunity to question the suspect. In this way, leads could be developed which would often lead to the apprehension of the so-called higher-ups in the traffic. Situations exist where undercover agents of one agency have been suspected and followed for days by officers of the other agency. There exists absolutely no cooperation between the state and federal narcotic bureaus. The relations between the San Francisco Police Department and the state and federal bureaus, while more cordial, are nevertheless wanting in some respects. In particular, the police department rarely complies with the requests of the federal agency for full information concerning the arrests. situation is serious and calls for immediate correction.

A typical illustration of this lack of cooperation has occurred within the past week. On Friday, June 7, the San Francisco police, after an extended investigation and surveillance, arrested a narcotic suspect. This suspect turned out to be a federal narcotics operator who was at the time endeavoring to make a case on one Robert Pittman. This last named person was indicted the following Monday evening on another narcotic charge by this Grand Jury on a case made by the state bureau without the knowledge of either of the other agencies. The three agencies, acting independently, were working on what was substantially the same case without any one of them knowing what the others were doing. It requires little imagination to appreciate how much more effective their efforts would have been had they been acting in concert.

Evidence showed that on the state and local levels too little effort is being directed toward making cases on the big suppliers and dealers in narcotics. Hundreds of arrests of small addict peddlers are made yearly, but only rarely is a larger dealer apprehended. To some extent this condition arises because of inadequate funds available to undercover agents in making purchases of large amounts of narcotics, upon which a prosecution could be based. Lack of



cooperation between the agencies contributes to the problem. In the main, however, it appears that a more intelligent direction of the efforts of trained agents would result in the apprehension of a far greater percentage of the bigger operators.

In San Francisco, hundreds of addicts and small peddlers are engaged in the business of selling narcotics. Most of them are addicts who do this in order to obtain money with which to supply themselves. These unfortunates deal in very small quantities. They are supplied by dealers who handle larger amounts, who in turn are served by a smaller group of larger dealers. This process continues until the few large importers and dealers are reached who deal in transactions involving thousands of dollars. At the very bottom of this traffic are the addicts with expensive habits whose own lives have been ruined. In order to supply themselves with the required drugs they must, and do, turn to all sorts of crime to secure the needed money.

To combat this evil, the San Francisco Police Department has a force of six men available, under the direction of the Bureau of Special Services. This is a wholly inadequate staff, and it is inadequately financed by the city. A serious question exists as to whether this detail should be part of the Bureau of Special Services. This bureau uses the greater part of its men, and spends by far the greater part of its time, on prostitution, gambling, bookmaking, and other forms of vice. It seems reasonable, since nercotics admittedly constitutes the most important and vicious source of crime, that the narcetics detail should be a separate unit under a trained and capable leadership. In order to properly perform its function, such a unit should be amply financed. This is important, since for all practical purposes a narcotic arrest is made only after a sale by a dealer to an undercover agent or informer. Since for many reasons the arrests are delayed, the money is rarely recovered.

A newly developed drug, "Nalline", has been found to be very effective in combating the narcotic evil. Through its use the authorities are able to determine whether or not a person is an addict or if he has recently taken a narcotic drug. Through its use, parole and probation authorities can determine whether their charges are avoiding the use of narcotics - a fact otherwise very difficult to determine. This drug is used in Cakland and in savaral other California cities. Through its use, parolees and probationers, knowing that a use of nercotics will be detected, tend to desist from further use of them. This makes a permenent cure more probable, and substantially cuts down the incidence of the crimes attending the use of narcotic drugs. San Francisco does not make use of "Nalline" at the present time.



As a result of its investigation and the above findings, the Jury makes the following recommendations and urges that they be put into effect by the appropriate authorities:

- 1. The federal and state narcotic bureaus, together with the San Francisco Police Department, should collaborate forthwith for the purpose of establishing an effective arrangement for the exchange of information and close working cooperation on all levels. The Jury recommends that the Attorney General of California assume the responsibility of bringing the various agencies together for that purpose.
- 2. The enforcement of the narcotic laws in San Francisco should be taken away from the Bureau of Special Services of the San Francisco Police Department.
- 3. A narcotic detail should be created and be made a part of the Bureau of Inspectors of the San Francisco Police Department. A minimum of twenty capable men should be assigned to this detail, at least four of whom should be trained undercover agents. This detail should have made available to it a sum of at least \$25,000 annually.
- 4. The San Francisco Police Department and the appropriate probation and parole authorities should institute the use of the drug "Nalline", to be administered by an authorized physician in proper cases where consent is given or where its use is made a condition of parole or probation.

The Grand Jury plans to continue this investigation and to report again to the Court at a later date."

Immediately subsequent to the filing of the above Interim Report. Foreman Benjamin H. Swig appointed the Special Committee on the Narcotic Investigation, to effectuate the four recommendations mentioned above. A meeting was held with Mr. Edmund G. Brown the State Attorney General, at which time he was requested to assume the burden of cooperation between the various enforcement agencies. Mr. Brown immediately complied with our request, and has been working on this problem since that time. An incident which developed within the last 30 days between the federal and state enforcement agencies, only serves to point up and emphasize the need for continual cooperation between them. We feel confident that an eventual solution will be found in this situation, by the Attorney General.

At our request, under date of July 2, 1957, the Police Commission submitted to His Honor the Mayor, a request for a supplemental



appropriation to cover all of the recommendations of this Grand Jury, so far as the police department were concerned. The Mayor approved the entire tudget request (with the slight reduction of one man) and the matter was then transferred to Mr. Harry D. Ross the Controller to prepare the necessary papers for the appropriation. Mr. Ross then notified this committee that — where new positions were to be created — it would be necessary that an ordinance be passed by the Board of Supervisors, and this could only be done when he would be in a position to certify that surplus funds were available for the purpose requested. He further informed us that funds were not then available.

Under the circumstances, the matter has been necessaarily delayed until surplus funds became available November 1st, with your committee constantly in touch with the Controller. When the ordinance came before the finance committee of the Board of Supervisors, it was approved and (with two exceptions) finally approved by the Board of Supervisors, and signed by the Mayor. The two exceptions were:

- 1. The "Nalline" program was postponed for a period of two weeks for further hearing, from both the legal and medical aspects. After hearing both legal and medical testimony at the second finance committee meeting on this matter, the "Nalline" program received their unanimous approval and has been referred to the Board of Supervisors for their final approval.
- 2. Section 35.8 of the Charter which was amended last year when the Chief of Police's contingent fund was increased to \$25,000, at the same time limited him to this amount for the "investigation and detection of crime". Inasmuch as it is essential that the Chief of Police have an additional and separate Narcotic Fund in the sum of \$25,000 in order to complete the program recommended by this Grand Jury, the Controller has prepared and recommended that the Board of Supervisors submit a charter amendment to the voters at the next general election, for this purpose. This will be known as Section 35.8.1, and this amendment is now in the hands of the Board of Supervisors, and we are confident that it will be adopted by the electorate.

We wish to express our appreciation for the complete cooperation of Chief of Police Frank Ahern, and for the constant help of Controller Harry D. Ross, to this committee.

In conclusion we wish to emphasize the fact, that this Grand Jury has accomplished its purpose resulting from its intensive narcotic investigation, while still in office. It is an accomplished fact that the weapons for a separate Narcotic Squad with a total of 19 men with the necessary equipment, have been placed in the hands of the Chief of Police. This squad should be trained and activated within 90 days. Therefore it is with a feeling of satisfaction, that



this committee now closes this report.

Recommendations

- 1. That the 1958 Grand Jury at the commencement of its term in office, again appoint a committee on narcotics, to continue and enlarge the work of the 1957 committee. Narcotics being evidently a never-ending problem, we further recommend that a Narcotic committee be a standing committee of all future Grand Juries.
- 2. That the 1958 Grand Jury give special attention and added pressure behind the passage of Charter Amendment 35.8.1 (for the Chief of Police's \$25,000 Narcotic Fund) when it appears on the ballot. In addition to the newly created Narcotic Squad, this sum is a <u>must</u>, to complete the picture.

HAROLD HOTCHNER, Chairman

LEONA SKINNER, Secretary

CAROLINE M. CHARLES

E. WALTER McCARTHY

ERNEST J. GREWE

PHILIP DINDIA



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CONTROLLER; TREASURER; PURCHASER; RETIREMENT SYSTEM

Controller

The Controller, Mr. Harry D. Ross, has been associated with the City government for twenty-five years. He has served half of that time as assistant controller, and since 1945 as controller. The controller is the chief fiscal officer, and his post is one of the most important in the City and County government.

Under the annual appropriation ordinance the controller is charged with the accountability of receipts and expenditures for the various city departments. The controller must rule on the legality of department expenditures as to compliance with charter and ordinance provisions. The controller manages the spending plan of the city, and it is his duty to see that budget appropriations made to various departments are expended wisely as needed and according to the plan.

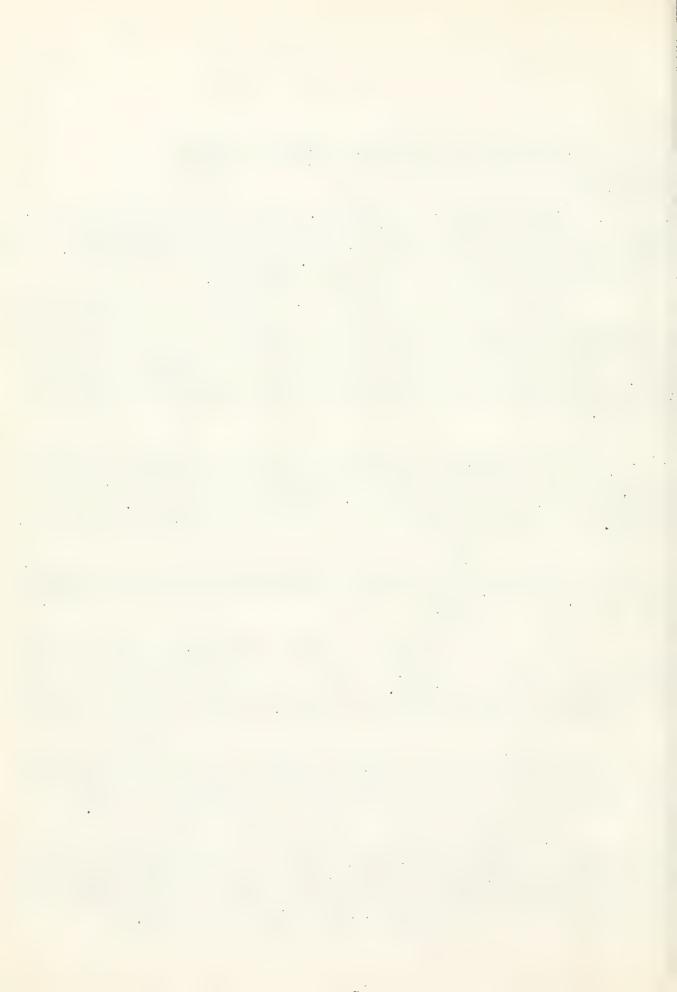
The General Audit Division, staffed with trained accountants, makes monthly audits of the Treasurer's Office and the Airport, and periodical audits of various departments and special investigations. The Utility Audit Division, also expertly staffed, makes periodical audits of certain departments of the Public Utilities Commission.

The controller cooperates with the certified public accountants who are engaged to audit the accounts of the Municipal Railway, the Water Department, Hetch Hetchy System, Unified School District, and the Retirement System.

The Payroll Division is highly mechanized, expertly staffed and performs a number of complex functions in the auditing and preparing of timerolls, payrolls, salary and pension warrants, and state and federal income tax records. It is to be noted that this division is operating presently in crowded quarters, and it is the recommendation that it be more favorably located as soon as possible.

By direction of the Board of Supervisors, certified public accountants are appointed to audit the office of the Controller, and all reports of these audits and other statistical data compiled by the Controller can be found in the yearly report of his office.

This Committee feels that it would be unfair if it did not mention the fact that when the Finance Officers Association of the United States and Canada undertook to prepare and publish a manual of accounting and financial procedure which would be an acceptable standard for municipal and county governments, they chose the Controller's office of the City and County of San Francisco as a model.



Treasurer

The Treasurer, Mr. John J. Goodwin, was appointed to the position of general clerk in the treasurer's office in May, 1930 and served in that department in various positions until 1947, when Mayor Roger Lapham appointed him as Treasurer, and since that time he has been elected to the office.

The office of the treasurer is governed by state law, the charter of the City and County, and ordinances of the Board of Supervisors. The treasurer is also charged with the administration of the Inheritance Tax Act, for which the county receives a commission not to exceed \$50,000 annually.

All monies received by the treasurer are deposited in active and inactive accounts in various banks. The money in active accounts are funds which are used to operate the City and County government and must be always available. The inactive funds may be, and are, deposited for periods of 30 to 180 days, but not to exceed one year. The rate of interest paid is based on the length of time the money is on deposit, in accordance with state and federal law. All funds in the treasurer's office are audited monthly by the controller's auditing staff.

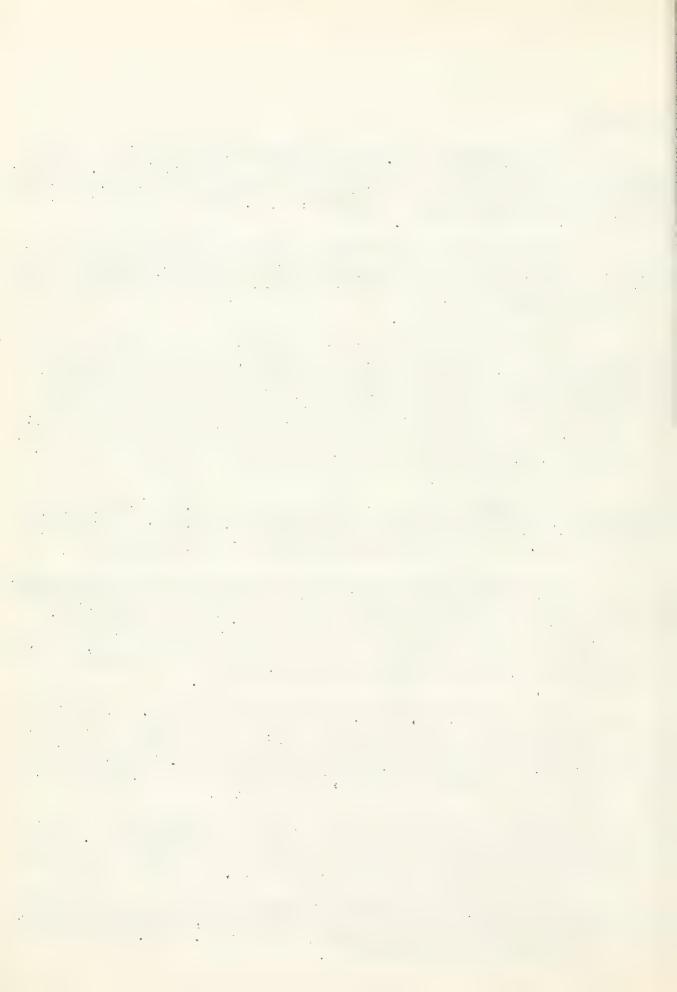
During the fiscal year ending June 30, 1957, receipts were \$281,389,779.17 and disbursements were \$268,343,182.32. During the same period, interest earnings exceeded \$700,000.00, which is almost five times the cost of operating the office of the treasurer.

In accordance with section 31 of the Charter, the treasurer of the City and County of San Francisco is bonded for \$200,000 by the St. Paul Fire and Marine Insurance Company, Bond No. 11791065, in favor of the City and County of San Francisco and/or the State of California, for a period of one year commencing January 8, 1957. The bond was recorded on December 11, 1956, and is in the custody of the controller, as provided by Charter section 167.

Under Ord. No. 8075, Blanket Bond 404 C.B.C. 225 of the St. Paul Fire and Marine Insurance Company, expiring April 10, 1958, covers all employees of the City and County of San Francisco, under section No. 6 for fidelity, and under section No. 7 up to \$50,000 for any one employee or sums of \$50,000 for any one loss. The bond is also on file in the office of the controller.

The bond under section 14.4 covers all employees in the tressurer's office except three, for faithful performance. It is recommended that the bond be amended to include all employees in the tressurer's office under this section 14.4.

The City and County carries forgery insurance up to \$100,000 with Fidelity and Deposit Company of Maryland, policy No. 26.64-241B, for a period of three years commencing May 15, 1957. This policy is also on file with the controller.



(Treasurer - Continued)

The Treasurer's office carries no burglary or robbery insurance either as to inside or outside risk. One precaution that is taken is that all checks for deposit are microfilmed for identification before being delivered to the bank messenger.

Purchaser

Mr. Ben G. Kline, head of the Purchasing Department, has a tremendous responsibility in directing the activities of this department. It is the duty of this department to purchase material, supplies, equipment, and contractual services for all departments of the City and County and the Unified School District. All purchases must be and are made in accordance with the provisions of the Charter. In the purchase of items or services, bids are forwarded to all suppliers. Although the charter provides that the low bidder receives the order, the actual award must be made on the basis of the lowest bid that is nearest in accord with specifications and quality demand.

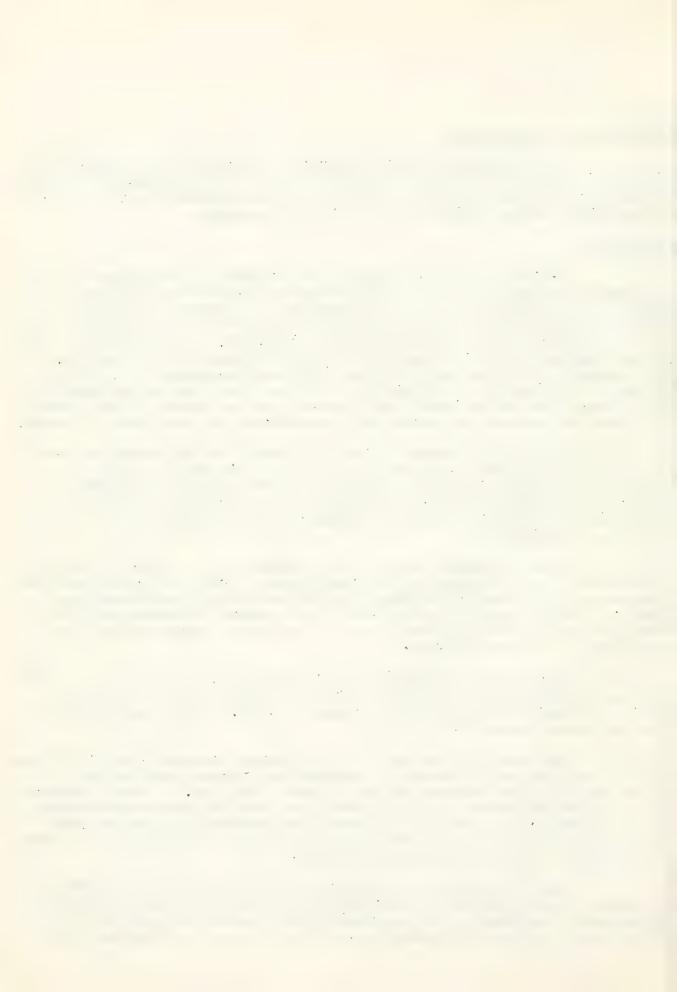
In this department there is a staff of well-trained personnel with each buyer responsible for his particular task. The Purchaser conducts weekly meetings of all the buyers and division heads. The purpose of these meetings is to discuss ideas and suggestions for the development of department operations and the meetings are productive.

This department maintains a warehouse and several storerooms which were checked by this committee. Excellent stock control
and perpetual inventory methods provide efficient operating procedure. There is need for an additional general storekeeper for
vacation and sick relief service for the smooth operation of the
warehouse and storeroom work.

The Stores and Inventory Division is in charge of sales of items, equipment, and materials which are no longer useful to the city. In the fiscal year ending June 30, 1957, there was realized through these sales \$223,122.90.

The Repair Shops of this department repaired and maintained during the year all city-owned automobiles, trucks, and motor-propelled vehicles (except those of Public Utility). This department also maintained mechanical equipment for various other departments of the government. Funds for equipment maintenance and repair are recorded mainly by appropriation to the various departments and then transferred to the Purchasing Department.

The Tabulating and Reproduction Bureau of this department provides a wide variety of centralized services and eliminates the ur accessary duplication of equipment and specialized personnel in departments of the city government. This bureau is separated into



(Purchaser - continued)

three locations in the City Hall and a consolidation into one location would be helpful.

Retirement System

The Retirement System for San Francisco City and County Employees was established on April 1, 1922 for miscellaneous employees, that is; employees other than teachers in the San Francisco School District, policemen and firemen. Teachers became eligible on October 1, 1925.

Under the New Charter, effective January 8, 1932, the Fire and Police Pension Funds, then existing, were combined with the funds of the miscellaneous employees in the Retirement System.

As of June 30, 1957, the membership in the System, exclusive of retired persons, totaled 19,502. Of this total 16,092 were miscellaneous members, 1,712 were members of the Fire Department, and 1,698 were members of the Police Department.

Accounting records are so kept under the Retirement System that the income, disbursements, assets, and liabilities referrable to the miscellaneous employees, firemen and policemen respectively are separate. The funds are merged for investment purposes.

The Retirement System has always been on reserve basis with respect to service rendered after the various groups became eligible for membership, except for those firemen and policemen who were brought into the system in 1932, elected to remain on the non-reserve basis with respect to past as well as future.

The invested assets accumulated under the reserve system totaled the sum of \$190,786,323.28 on July 1, 1957. The fund is invested in United States Government, State and Municipal Bonds, public utility bonds, and railroad equipment trust certificates. The present rate of interest earned under the fund is approximately 3.43.

All investments are recommended by actuary and approved by the Retirement Board. There is approximately \$1,500,000 invested menthly. The final investment transactions will appear in the Controller's Yearly Report.

Employee's contributions start at \$6.73 to \$9.16 for men; and \$8.14 to \$10.57 for women, per \$100.00 earned, according to age at entrance. These figures are approved by the Retirement Board. Upon approval of the Retirement Board, members have a right to make additional contributions but no additional contributions are required by the City.



(Retirement System - continued)

The cost of administering the System is a liability of the City.

The System is administered by the Retirement Board which has exclusive control of the funds of the system. The present members of the Board are: John J. Ferdon, President of the Board of Supervisors; Norman S. Wolff, Assistant City Attorney; Harry J. Stewart, West Coast Life Insurance; and Belford Brown, Manager of San Francisco International Airport. There is also three members elected from the active membership of the System, who are: William F. Reed, Martin F. Warmuth and Villiam J. Murphy.

Recommendations

- 1. Consolidate all the Automotive Shops under one single plant for economy of operation and avoidance of delay in the repair of emergency equipment.
- 2. Consolidate the Reproduction Bureau on one floor to better serve the various departments of the city.
- 3. Relocate the Retirement System from its present location to an available space in the Civic Auditorium, because of its growth and to safeguard the records.
- 4. Reclassify certain employees who now are classified as Porters but perform work of a Storekeeper in the San Francisco Hospital and the Laguna Honda Home, and place them in the classification of Storekeepers.
- 5. Remodel Treasurer's office, improve ventilation in the vault area, install bulletproof teller's windows to safeguard life and the \$300,000,000 in money and negotiable securities which are not now insured.

The Committee wishes to express its sincere appreciation to the various department heads and the members of their respective staffs for the courteous assistance and cooperation given to us during our visits throughout the year in the course of our examinations.

PETER LALLAS, Chairman

WILLIAM A. STRACHAN

CHARLES J. SCOLLIN



HEALTH DEPARTMENT: HOSPITALS: LAGUNA HONDA HOME: HASSLER HEALTH FARM

The tremendous importance of a well regulated City Health Department is paramount to the health and welfare of its citizens. The vast scope of the Department, with all its ramifications, number of employees, and a multi-million dollar annual budget, assumes proportions beyond the ability of a health committee of the Grand Jury, to encompass in a one year time limit.

Therefore, this health committee of the 1957 Grand Jury is deviating entirely in its final report from previous committees. We are not as concerned with the physical aspects of our institutions, namely City and County Hospital, Laguna Honda Home and Hassler Health Farm, their building improvements and reconstructions, which are naturally to the good of efficient functioning, as we are in what makes them function. It is the staff, the personnel, the equipment and the general good management that makes for a well run machine. The on the surface aspects are evident as one sees them. Recent Bond Issues are taking care of present renovating needs to some extent. It is the all important internal setup we wish to stress.

It is most important for the Health Committee to meet with the Health Director, Dr. Ellis Sox. One is able to grasp some idea on the overall picture of the Health Department. San Francisco is fortunate in having a man of Dr. Sox's dedicated ability. We found all department heads to be most courteous and cooperative.

It is at this point that we wish to also follow along with the thought of previous Grand Juries in stressing the need of setting up the office of Public Health Administrator. The primary duties of the Health Director should be mostly concerned with the medical aspects of Public Health, which is his field. The business aspects of the problems should be in the hands of a capable business administrator, working in close liaison with the Health Director and the Chief Administrative Officer. We feel assured that such a procedure would benefit the city as a whole and the Health Department, that must at all times be in perfect operation and able to cope with any unpredictable disaster or epidemic. Both Dr. Sox and Mr. Brooks are in accord with this setup. The position has been asked for in previous budgets but subsequently deleted. We urge continued effort to create this all important appointment.

City and County Hospital

San Francisco is fortunate in having one of the finest teaching hospitals in the nation. It has an accredited standing that cannot be jeopardized, and there is danger in that it might be. A fully accredited teaching hospital must meet standards set up by various medical boards. The medical schools of both the University of California and Stanford University, accept full responsibility in the staff wise hospital functioning. Residents and full time physicians are salaried. Internes, medical students and the visiting



(Health Department - continued)

and teaching staff are on donated time. Our outstanding medical people have been a dedicated group giving of their very valuable time and efforts, all of which has given the Hospital its standing of today.

However, the Universities have been accepting a financial load that has become unbearable. They have been, for proper functioning, forced to supply needed laboratory technicians and clerical help that should be the responsibility of the city of San Francisco. Besides replacing much of the outworn and outdated equipment. responsibility they are no longer willing to accept. If they are given the tools, including adequate nursing, they will be happy to furnish the manpower and knowledge. If the two schools of medicine find it necessary to relinquish the hospital from a teaching standpoint, the city would be forced to employ all the medical staff at a tremendous cost and besides a marked lowering of medical standards. San Francisco must grant the adequate functioning wherewithal. It cannot afford to do otherwise. It is of extreme importance that future Health Committees of the Grand Jury schedule a meeting with the Executive Board of the Hospital at their first opportunity, and grasp the fundamentals that are of such importance.

Laguna Honda Home

With an average population of 1700, a rather difficult segment of citizens, and one-half hospitalized at all times, we found have an acute problem to say the least. We feel institutional care of this type of patient is as well handled as is humanly possible, by the staff. Building maintenance is being greatly improved and extreme steps have been taken to prevent any future pilfering, wherever possible, that no doubt is a problem in any institution or hospital of this size. Care of the aged is a difficult problem, be it indigent or otherwise.

Hassler Health Farm

A noble experiment that has now become universally discontinued, in the treatment of Tuberculosis is the maintenance of sanitaria for the exclusive treatment of this illness. This disease is fortunately on the control side, requiring the newer concepts of medication and surgery, rather than Sanitarium care. Our City and county Hospital has adequate facilities for the proper care of this silment. The concensus of opinion is that Hassler as an adjunct to tubercular care is no longer necessary.

However, after much thought and discussion, with capable advice on this subject, the committee concurs in the thought that this 300 acres of beautiful country, with great future potential value, should be maintained at least on a standby basis, with the thought of use in the future, as possibly a Geriatric or Mental



(Health Department - continued)

Health center. The incidence of these two latter conditions are greatly on the increase. Also a thought as a possible evacuation hospital if that occasion should ever present itself.

Emergency Hospitals

Well staffed, well equipped ambulances and hospitals. A licensed medical man on duty at all times. A ten to twelve minute pickup from any given point is the average. The city can well be proud of its very efficient emergency service.

Neighborhood Health Centers

These centers are located throughout the city with the thought in mind of reaching the more or less blighted areas. They are adequate and well staffed and play a very important part in the health education of the mothers of our future citizens. They should have continuous support, with our thought being to stress health education, rather than overloading the clinic status of the centers. Whether the centers should be built by the city or leased property, as most are at present, is a moot question.

Our committee has a real feeling as to the needs of our overall health problems. We realize the importance of public health to our citizens and would emphasize the point to lend all possible assistance in that direction.

Accomplishments

This year our 1957 Grand Jury saw fit to grant its support to the passing of the State Mental Health Act at the last session of the State Legislature.

It has also given its full support to the installation of the Cobalt Cancer Treatment Machine at the City and County Hospital. We feel the powers that be will support our Health Department and Hospital, if not in one appropriation, distributing the financial load over a two or three year period, for proper functioning and maintenance. However, constant vigilance and effort must be continued. There is nothing more important than community health.

The Chairman of this Health Committee is most grateful to his Committee members for their unstinted cooperation and guidance.

ARTHUR M. JONCK, D.D.S., Chairman MRS. JEAN S. HAYS

PHILLIP DINDIA

PETER LALLAS



FIRE DEPARTMENT; DEPARTMENT OF ELECTRICITY

Fire Department

The committee on the Fire Department conferred with the Secretary of the Board of Fire Commissioners, Thomas McCarthy, reviewing the progress of the Firehouse Construction and Reconstruction Program under the 1952 Firehouse Bond Issue which has been progressing satisfactorily.

The committee inspected various new fire houses under construction, and finds the work apparently progressing satisfactorily.

The committee finds the department in excellent condition and operating very efficiently.

Department of Electricity

The committee, together with Chief Donald O. Townsend, visited the Plant Yard located at 264 Golden Gate Avenue and the various facilities located at 462 Duboce Avenue and the office of the Chief at 45 Hyde Street. It is very apparent to the committee that present operations, as conducted with the split of personnel, inadequate requirements, etc., should be terminated as soon as possible and all activities consolidated in a central location.

The committee understands that the Plant Yard at 264 Golden Gate Avenue was acquired about 1915 as a temporary site. Also, that this property has been condemned and the Fire Department has recommended that the building be torn down and the lot cleared of all debris. It is obvious to the committee that this property has long since been inadequate to efficiently serve the needs of normal expansion, and in the event of a disaster, it is the considered opinion of the committee that a possible major break-down of operations could occur.

As we previously recommended, \$24,000.00 was made available to the Department of Public Works on July 1, 1957, to provide rlans and specifications for the proposed new Department Plant Maintenance Yard, and we further recommend that a supplemental appropriation of the required \$30,000.00 be made to complete the plans and specifications.

In conclusion, the committee strongly recommends that the proposed expenditure of \$1,385,000.00 be given favorable consideration in the 1957-58 budget hearings.

The committee concurs in the 1956 Grand Jury's recommendation that the Department of Electricity be retitled to Department of Communications and made responsible for the communications of all city departments.

PETER C. GIOVANZANA, Chairman DARRELL W. DALY CHARLES J. SCOLLIN



PUBLIC UTILITIES

Endeavoring to acquaint themselves with the City's vast municipally-owned public utility enterprises, members of this committee made on-the-spot inspections of most properties, which are located not only in San Francisco but extend down the San Francisco Peninsula, into East Day communities, across the San Joaquin Valley and into the high Sierra.

To give an idea of the scope of customer-services provided by the utilities departments, during the fiscal year ended June 30, 1957, the International Airport handled 3,684,830 passengers and 124,897,199 pounds of air shipments, the Municipal Railway carried 142,219,916 revenue (fare-paying) passengers, the Water Department furnished 142,963,090 gallons of water daily to its customers, the Hetch Hetchy Project sold 619,000,000 Kilowatt hours of hydroclectric power and the Bureau of Light, Heat and Power maintained 28,287 street lights to illuminate the City at night. To produce these services, the utilities provided jobs for 3,702 persons paying them in wages \$20,924,777. The utility departments have an appraised value of \$327,861,360 and the combined annual budgets amounted to \$76,498,742 for the last fiscal year.

In addition to the Public Utilities Committee, other Grand Jury members joined in inspection tours of many utility properties. Minutes of weekly Public Utilities Commission meetings were carefully reviewed and a number of conferences were held with various utility officials.

International Airport

The \$25,000,000 expansion program is well underway. This program should be kept on schedule so San Francisco International Airport will be equipped to fulfill its role in the jet age.

The Airport fiscal picture is focused toward the principle of pay as-you-go. Revision of rates and charges for use of field facilities, combined with growth of income from increased business at the Airport, give assurance that by 1960-61 the Airport should be out of the tax rate. Actually, no tax support is necessary this fiscal year, chiefly due to a surplus carried over from the previous year's budget. But some tax subsidy is expected during 1958-59 and 1959-60.

Airport and PUC officials seem fully adequate to the task of operating their air terminal efficiently and keeping it in step with the times. The Airport staff itself is comparatively small -- about 166. Additional personnel will be needed as the facility is expanded.



(Public Utilities - continued)

Hetch Hetchy Project

Anyone who inspects the Hetch Hetchy water and power project cannot help but be impressed with the amazing foresight of our city fathers who, more than half a century ago, envisioned and initiated this tremendous undertaking -- a fortunate venture which assures San Franciscans and its water customers with an ample source of pure water for domestic and industrial use at a time when much of the state is parched.

Unfortunately, not many San Franciscans can make personal inspection trips of the Hetch Hetchy system. In order to bring the story of Hetch Hetchy to them, it would be a wise public relations investment to have made a good sound color motion picture which could be shown at public gatherings, in the schools, etc.

The powerhouse construction programs are on schedule, with the Cherry Powerhouse scheduled to go into operation in July, 1960. Cooperation with irrigation districts and federal and state agencies sharing in the use of waters of the Tuolumne River continues to produce economies for the City and all concerned.

The official in charge of Hetch Hetchy also heads the Utilities Engineering Burcau, which includes supervision of the \$54,000,000 powerhouse construction program, the engineering for the Municipal Railway and the Airport, including the \$25,000,000 jet age expansion program, and the operation of the Hetch Hetchy water and power system.

Water Department

The adoption by the Public Utilities Commission of a statement of water policy was an important and necessary step, since San Francisco must safeguard the purity and adequacy of its water supply as it plans for its future needs. At the same time San Francisco must be cognizant of the needs of its neighbors in Cali fornia and cooperate insofar as possible in helping solve the statewide water problem.

Many of the recommendations made in a general management survey have been put into effect and this department gives evidence of making forward strides in administration and operation. It seems remarkable that the personnel numbering 515 is no greater than when the City purchased the old Spring Valley Water Company in 1930, especially considering that the department distributes three times as much water today as then. And this is accomplished with rates to the consumer being 10 per cent under those charged in 1930.

This department uses its net income (\$3,308,866 last fiscal year) for retirement of bonds and capital additions. The costs for



(Public Utilities - continued)

betterments are heavy as facilities are built to serve new customers. Likewise, replacements are a constant necessity, and in this connection the Grand Jury supported by resolution this fall an appropriation of \$409,000 to reconstruct the dilapidated Bryant Street Yard which was built immediately following the 1906 earthquake and fire.

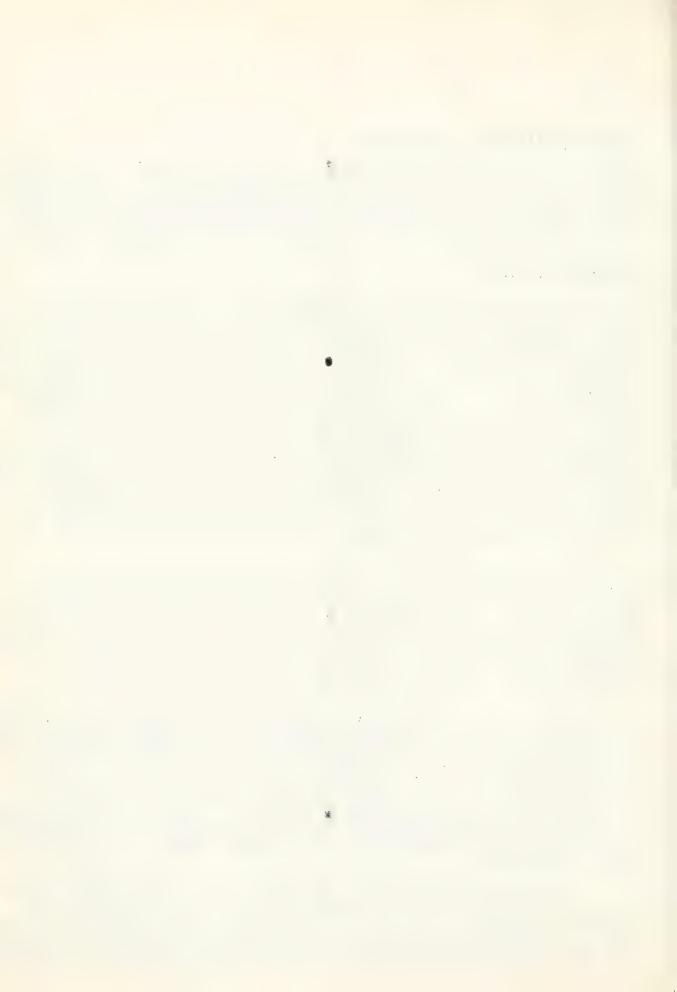
MUNICIPAL RAILWAY

Last spring the Grand Jury conducted an investigation of a fatal accident involving a streetcar and a motor coach at San Jose and Geneva avenues and made certain specific safety recommendations which were complied with to the satisfaction of the Grand Jury They were as follows: 1) Traffic signals have been rearranged at said intersection to help prevent any further accidents of this kind 2) Safety checks on motor and trolley coaches have been tightened and all records and check sheets will be filed and retained for a period of not less than thirty days from date of inspection. 3) Running schedules have been reviewed so as to allow operators sufficient time to operate safely. 4) The Civil Service Commission in all future examinations for motormen and conductors requires the possession of a current valid California operator's or chauffeur's license. 5) A safety bus has been equipped and put into operation for the purpose of testing the sight and hearing of all operators at least once every four years.

The fiscal policy of this department is to provide a maximum of service at a minimum fare, with the deficit being made up by taxation. Tax subsidy last fiscal year was 14.5 per cent of the total budget of \$24,219,095. The Grand Jury concurs with this policy as long as the tax support proportion is reasonable. It is apparent that the Municipal Railway operation, both from the standpoint of service provided and economy to the passenger, ranks as one of the best transit systems in the United States.

A vigorous rider-promotion program, the increasing traffic congestion and other factors have resulted in a leveling off of the passenger and revenue decline which had averaged about five per cent a year since the end of World War II. A well managed public transit system, with an economical fare structure, is a necessity for San Francisco. City traffic planners should give every consideration to stimulating the flow and use of transit vehicles, each of which on the average carries as many passengers as do 35 private autos yet taking up space on the street equivalent to about two or three automobiles.

Several improvements, including track renewal on certain lines and the replacing of manually operated power stations with automatic stations, will have to be authorized sometime in the near future, and due to city charter restrictions the money will have to come from bonds approved by the citizens. Some of the contemplated



(Public Utilities - continued)

improvements will result in sizeable operational economies. It is our helief that funds for this work should be made available when needed.

LIGHT, HEAT AND POWER

This department is experimenting with new types of street-lighting, and expects to decide soon on a preference between two principal types — tubular fluorescent lamps and color-corrected mercury vapor lamps. The program for improving street lighting in the City should be encouraged.

One problem needs correcting. Because state gas tax receipts are being used to finance a number of future major street lighting projects, the construction work is to be handled through the city Department of Public Works rather than through the utilitie. bureau of Light, Heat and Power. This work should be handled through the bureau, which is in the better position to know how and where this work should be done.

A lesser yet irritating problem is the unsightly outdoor storage of street lighting equipment in the University Mound Reservoir Yard. Much of this equipment is no longer of any value to the bureau. Either the equipment should be disposed of as surplus or a suitable place for its storage should be secured.

CONCLUSION

As a whole the utilities management and operation appears to be sound, aggressive and efficient. It is a branch of city and county government in which the citizens may take full pride.

The utility departments may be commended even in regard to long range planning. For example, the water facilities and needs for our citizens are carefully projected and planned well into the twentieth century.

TERENCE J. O'SULLIVAN, Chairman

ROGER H. NODEN

WILLIAM STRACHAN



SUPERICR AND MUNICIPAL COURTS; ADULT PROBATION

Adult Probation Department

This Department is still very understaffed in comparison to other communities, and, therefore, the total services offered do not come up to the standards under which it should operate. This is particularly true with reference to supervision of those placed on probation. Supervision should be both correctional and protective in aspect. It is a fact that a major portion of each deputy's day is confined to investigative work, which practically eliminates, in many instances, supervision in the real meaning of the word.

Visits to the Adult Probation Department and observation by this Committee, confirmed the appalling lack of supervisorial officers in this Department. Many studies of this Department have been made by previous Grand Juries and by the National Probation and Parole Association. These have termed this particular phase of probation work, "arm-chair" supervision as rendered by our Adult Probation Department.

This very important "right-arm" of the Courts, continues to be burdened with an abnormal case-load per Probation Officer. In an endeavor to assist in this situation, your Chairman appeared before the Mayor in his open budget hearing in the Board of Supervisor's chambers and, also, later in his office to request additional Officers, instead of the two he had previously approved. However, none of the four were allowed by the Board of Supervisors.

We doubt if the public is aware of the importance of this Department. Its duties are manifold, in addition to their many reports to the Courts on matters concerning probation. The Family-Support Division is responsible for supervision of those persons on probation convicted of violating Section 270 of the Penal Code (failure to provide for minor child), as well as persons referred by the District Attorney or the Courts, for the purpose of making provision for their dependants under authority of Section 641.1 of the Welfare and Institutions Code, and other matters.

In the fiscal year 1956-57, the Family-Support Division had an average caseload of over 1000 cases with an average of 75 new cases per month. At the end of this fiscal year the total caseload was 1200, and during the year child support collections amounted to \$387,229.92. This is in startling contrast to the fiscal year which ended in 1950. At that time there were only 254 such cases under supervision, and \$92,171.95 was collected.

An Alcoholic Unit was instituted in the Department in April of this year. During the first three months of its operation, an operating plan was adopted which follows the drunk arrests through the police and court proceedings. This Unit also schedules individual interviews with all persons sentenced to the County Jail on a drunk charge, as a condition of probation.



(Adult Probation - continued)

In the report dated Jan. 10th 1957, submitted to the Controller by the General Audit Division of the Controller's Office, this Committee found that the Adult Probation Department audit showed \$15,462.00 in fines assessed by the Courts which remained uncollected at the date of the examination by the auditor, June 30, 1956. Included therein were many items assessed as far back as the calendar year of 1954. It is evident that any fines not collected during the term for which probation was imposed are lost to the City and County. Chief Probation Officer John D. Kavanaugh informed this Committee that inability to collect these fines was chiefly due to lack of sufficient personnel. Our investigation confirmed this fact.

Our Committee Interim Report dated April 15th 1957, now in the Grand Jury files, not only commented on the lack of personnel and uncollected fines, but also mentioned a change of procedure recommended by us to Mr. Kavanaugh. This suggested change covered a tightening up on the system of reports received in his office, on which his Department based their completed individual case reports to the Courts. We are happy to state that our suggestion met with the immediate and whole hearted approval of Mr. Kavanaugh, and is now in effect in his Department.

Under the circumstances above outlined, it is the opinion of this Committee that the Adult Probation Department is performing very well, and we desire to commend Mr. Kavanaugh.

Recommendations

- l. That sufficient funds be allocated in the next budget, for a reasonable increase in the number of Probation Officers assigned to this Department. We recommend that a survey be again made by the 1958 Grand Jury to this purpose.
- 2. That a special Collection Division be set up within the Department with sufficient personnel solely to handle fines and restitution.

Municipal Courts

These Courts appear to be functioning efficiently both in the Criminal Division in the Hall of Justice, and the Civil Depart ments in the City Hall, considering their present crowed quarters. We pay our compliments to Presiding Judge Hon. James J. Welsh and also Mr. Ivan Slavich, Clerk and Sect., for their outstanding work this year.

Superior Courts

With the completion of the new Hall of Justice scheduled for March of 1961, the Criminal Departments will have a much more



(Suscriber Court - continued)

effective set-up for their operations. At the present time, the Civil Departments are in intolerable crowded quarters in the City Hall with inadequate courtrooms, poor lighting, ventilation and acoustics. This Grand Jury endorsed Proposition "A" for the building of a new Courthouse, which measure came before the electorate Novembe 5th. Unfortunately it failed passage by a relatively small margin. The problem, therefore, still remains.

The business of the Courts seems to be in excellent shape under the able guidance of the Presiding Judge, Hon. William T. Sweigert. Our Committee desires to express to him our deep appreciation for his constant helpful advice during the year.

Recommendations

- l. Where fines are a condition of probation, longer probation periods should be granted. This change will give the Adult Probation Department additional time in which to appear before the Courts to request revocation of probation, when fines are not paid within the stipulated periods.
- 2. At the present time, jurors, witnesses, attorneys, litigants and spectators mingle freely in the corridors of the City Hall, thus endangering the proper administration of justice. This Grand Jury has already had before us one matter, mainly caused by this congestion, which gave us grave concern. We fear that other similar matters may have happened which did not come to light. Therefore, at the earliest practicable moment, we recommend that another proposition be submitted to the voters of the City and County of San Francisco to incur a bonded debt for the construction of a new Courthouse.

HAROLD HOTCHNER, Chairman
CAROLINE M. CHARLES
PHILIP DINDIA



EDUCATION; SCHOOLS; LIBRARIES

Education; Schools

1. Tax limitation

The San Francisco Unified School District has always operated financially under the uniform tax limit set by the State, which up to this time we have never had to ask the voters to approve an increase in that limit. However, it has been common for school systems, including the large cities all over the State of California, to have gone to their local voters to get the ceiling raised in the case of the tax limit.

It is apparent that for the school year 1958-59, it will not be possible to meet the normal financial increases within the present tax limitation. The Superintendent has made a detailed study of this matter for the Board of Education and will recommend to the new Board when it is organized in January, to take action on the subject.

In the case of our school budget, maintaining the standards now established by the Board calls for an automatic increase in the budget each year of an amount between one million and one and one-half million dollars. This is due largely to two things: first, meeting the obligations of the established salary schedule which has increment provisions, and, second, establishing additional classes to serve the constantly increasing school enrollment.

2. Continued growth of the school system

It is somewhat difficult for business leaders of San Franciscs to realize to what extent the school population is growing each year since there is a general feeling among such leaders that the total population of the city is remaining at about 800,000. This school increase for 1956-57 over the year 1955-56 was 2,841. The recent reports just completed by the attendance office shows that this fall the school population is up 3,846 over the fall of 1956-57.

For some time we have realized through our careful study of population trends that each year the schools have been increasing between three and four per cent. over the previous year. This increase figured on the basis of an average of 30 pupils per teacher, means that each year we have to provide an additional 100 teaching positions besides the additional classrooms and supplies. This, in itself, represents a large automatic increase in the school budget which is uncontrollable. The other uncontrollable item which accounts for the automatic budget increase from year to year is the Board(s obligation to mest the increments paid to teachers on the fixed salary schedule that has been adopted. Furthermore, the School Department, in handling its large staff of non-certificated personnel, follows the increases which are set for civil service by the City Hall.



(Education - Continued)

3. Rehabilitation of school plant

The School Department has been following the policy of rehabil itation of the older buildings among the 130 schools. We consider this good business in that it not only protects the investment in public property but also represents a decided improvement in a neighborhood when an old building is rehabilitated and painted.

It is well for public bodies to encourage the school administration to continue this policy even on a greater scale as we also proceed to put up new buildings where necessary.

4. Tighter districting of high schools

San Francisco has always had a most liberal policy in the students' selection of a high school, school districting at this level being most limited. The two new high schools, approved on the last bond issue, will not be up for three years. In the meantime it will be necessary each year for the School Department to increase its restrictions in the attendance at certain crowded high schools. This, in turn, enables us to get maximum use of the schools which sematimes are at a greater distance from the students' homes. The necessity of this administrative policy must be appreciated by the parents and the public as we take steps to assure every high school student a full day of schooling these next three years.

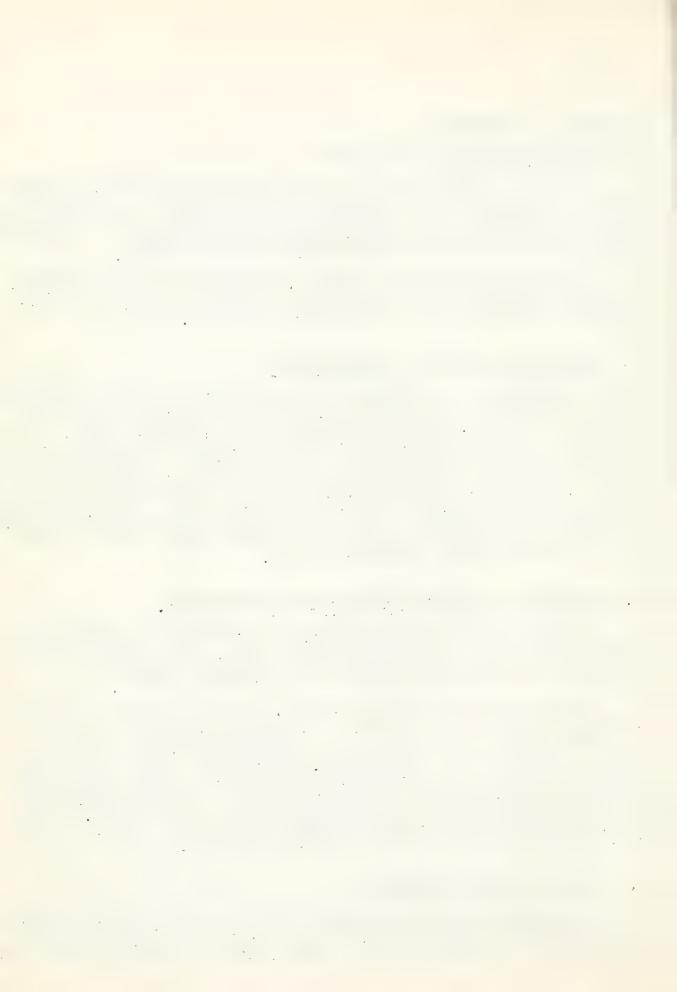
5. Possible increase in junior college enrollment.

California's college population is increasing by leaps and bounds and will do so for the next few years. There will be a tendency for even the state colleges and universities to shift more of the 13th and 14th grade students to the junior colleges.

This presents the local district a problem of financing junior college education. Here in Ban Francisco two-thirds of the cost of cur schools comes from local sources and only one-third from the State. If the State of California, in its State educational policy, expects to shift more of the 13th and 14th grade load to the local junior colleges, then it seems only fair that more State funds be provided to the local districts handling such college work. Otherwise, local districts will be assuming a greater and greater financial responsibility for public college education.

6. Federal school assistance

The Federal government, under Public Law 874, provides assistance to school districts in which at least 6% of the school enroll-ment represents children whose perents reside on Federal property or



(Education - Continued)

who work for the Federal government on locations which have been removed from the local tax rolls due to Federal ownership. San Francisco has been such a district, and receives approximately \$400,000 a year from the Government.

The present law expires on June 30, 1958, and the Superintendent, with the direction of the Board of Education, has been doing everything possible to support new similar legislation, contacts in this matter having been made with our congressmen in Washington, and other stabs having been taken. Should this legislation not be reenacted, then there would be another automatic increase in local school costs uncontrollable by the school administration.

7. Accomplishments of the administration.

ago, the Superintendent has done everything possible to operate the School Department through efficient business methods which are comparable to those used in any large business or industrial organization. Many of the situations are comparable, since personnel, buildings, contracts, purchases, etc. are involved. There has been a reluctance to go out into broad new programs calling for substantial expenditures. Assistant superintendents, heading the different divisions, have been asked at budget time to consider savings in some areas as they wish to expand services in others, the argument being that it stands to reason that everything that is tried in school operation does not necessarily work and certain trial programs from time to time should be dropped just as others are added.

One step the Euperintendent took this last time was to ask the Poard of Education to ask the Retirement System for a refund of the School District's contributions into the local retirement fund in the case of teachers who upon retirement take their money out of the local fund and retire instead under the State fund. This proposition was placed on the ballot as Proposition "F" this fall, and passed by an overwhelming majority.

Some time ago, in anticipating the need of school property in growing sections of the City, the Superintendent recommended to the Board of Education that we sell the Commerce Athletic Field, the block bounded by Van Ness, Hayes, Franklin, and Grove Streets. This again seemed to the Superintendent to be nothing more than efficient and fair school management, since by selling such property we could secure money to buy property elsewhere in the City as needed. After this step was taken by the Board to have the Director of Property sell this block, then there was question raised as to the ownership of the land, as to whether it belonged to the School Department or to the City and County of San Francisco. The matter is now in the hands of the City Attorney's office. The taxpayers' interest would be protected in the long run if this matter could be cleared and if there



(Education - Continued)

is any bunufit of a doubt, it be ruled in favor of the schools so that we could proceed with land purchases as needed in other sections of the City.

(2) "Keeping on top of the job." The ingenuity of the school administrative staff is taxed to the utrost in keeping up with the continued movement of families and school children in and cut, and within the City of San Francisco. Neighborhoods change rapidly, involving an influx of students within the respective schools. The revision of school boundaries is an accepted routine procedure, many schools being redistricted in part each year. The administration continues its policy of moving bungalows and at times moving children by Municipal bus from one neighborhood to another to meet the emergencies of expanding and contracting school population groups in the various neighborhoods.

As a new school opens it means redistricting neighboring schools also. For instance, this fall the new Luther Burbank Junior High School opened to 1,000 students; in turn the James Denman Junior High School district to the west was changed to move more of its former students to the Burbank School, and in turn the Antos Junior High School to the west of Denman was relieved from some of its overcrowding by changing its boundaries to move some of its students to Denman Any school redistricting is done only after careful study by the School staff.

The administration works hard at this matter of knowing not only the details of school changes but the details of City changes, thus being able to have facilities ready each fall for increases as they have arisen in one section of the City or another.

This same policy of keeping abreast of the job is followed in the various other aspects of school operation.

- (3) Progress with new building program. Architects are at work on the projects of the new building program which was approved at the polls last fall. In fact, two of these buildings will be going cut to contract early in 1958. The speed in this program has been emphasized in order to get full advantage of the \$27,000,000 voted before building costs go up any further.
- (4) The Superintendent realizes that staff morale is an important aspect of success in school operation. Besides councils of administrators which meet regularly to coordinate the effort, the Sup rintendent has a Coordinating Council of Professional Organizations which represents the various teachers and principals organizations.
- (5) Delinquency. The School Department is doing everything possible to help in the control of juvenile delinquency. One of the big programs this last year was concentrated instruction in the high schools on the curfew regulations and similar information of which students should be aware.



(Education - Continued)

- (6) Continued program improvement. Among the instructional improvement programs of note during the year were new instructional programs in electronics at the high school level and continued improvement of science instruction in the elementary schools. More attention is being given all the time to the gifted child, providing for him work that is comparable to his ability.
- (7) Well-controlled schools. There is not a school in the Son Francisco Unified School District that cannot be called a well-controlled school. It is appreciated that a school must be well ordered if the children are to get a good instructional program and if the teachers are to have the proper conditions for doing their work. There is an exceptional high standard of good order and discipline in the schools, and yet there is a good friendly working relationship between students and teachers.

The 1957 Board of Education was comprised of the following men bers:

Bert W. Levit, President
C. C. Trowbridge, Jr., Vice President
Adolfo de Urioste
Mrs. Lawrence Draper, Jr.
Charles J. Foehn
John G. Levison
Joseph A. Moore, Jr.
Harold Spears, Superintendent of Public Schools.

We believe the City and County of San Francisco is very fortunate in having such outstanding citizens who have given unstintingly of their time in the important matters concerning educational activities. During the past year these people have been dedicated in the handling of educational policies in a most practical manner. They are justly entitled to be complimented on the handling and solution of many contreversial problems which confronted the Board this past year.

The 1957 Grand Jury would like to take this opportunity of paying special tribute to Dr. Harold Spears, Superintendent of Public Selects. Under the administration of Dr. Soears, San Francisco has male great strides in the handling of educational problems and operates as a well-knit, smooth-running organization.

JOHN G. CAMPBELL, Chairman

JEAN S. HAYS

ROGER H. NODEN



LIBRARIES

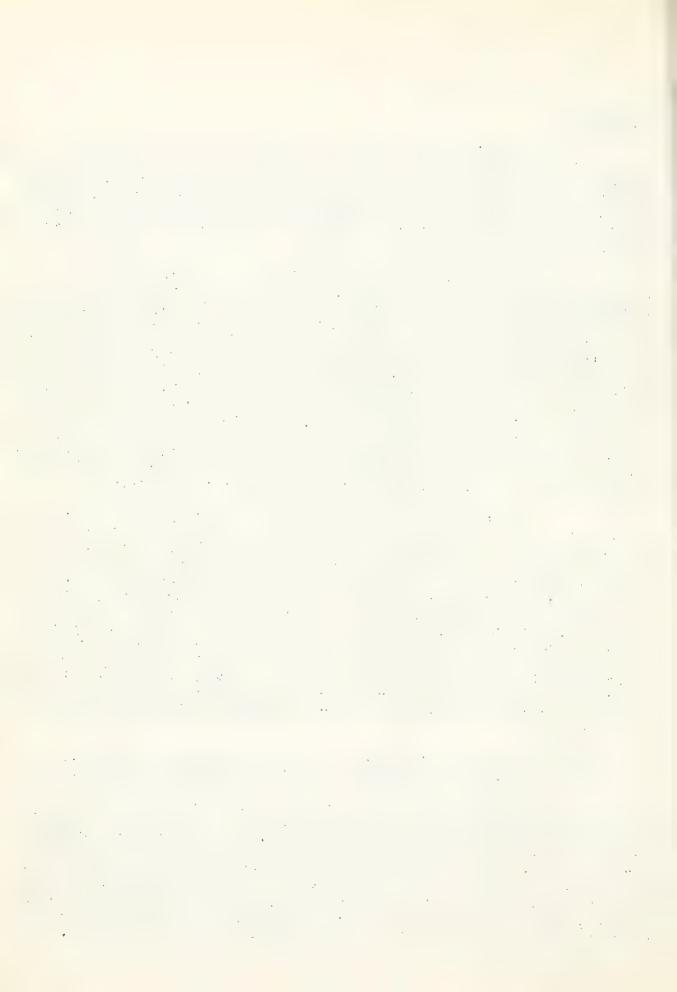
The Schools and Libraries Committee of the 1957 Grand Jury visited the San Francisco Public Library and some of its branches during the current year and discussed with Mr. Law ence J. Clarke many of the problems confronting the Library Department and also attended some of the Library Commission meetings to further ascertain the operation of the Library Commission pertaining to matters of policy which it considered.

In the first instance, the Committee recommended to the Grand Jury as a whole the question which had been raised under the 1956 Grand Jury recommendations as to the possibility of reducing the membership of the Library Commission from its present membership of 11, as provided under Section 43 of the Charter, to a Commission of 5. After studying this problem it was the considered opinion of the present Grand Jury that there should be no amendment to Section 43 of the Charter and so informed the Judiciary Committee of the Board of Supervisors who were considering this matter with a possibility of placing it on the November ballot. The Committee felt that there is a great deal of community work involved in connection with the Library Department and the members thereof serve without any remuneration and give a great deal of their time to Library Department matters and are performing an excellent civic contribution.

The major problem confronting the Library Commission during the present year has been the finding of an adequate location for the construction of a much sought after branch library in the North Beach District. Many sites were considered by the Commission and the final eventuality was a compromise which was arrived at by a committee appointed by Mayor George Christopher to study the matter along with the Commission and the selection of a site on the westerly portion of the North Beach Playground. The plans and specifications have already been prepared and have been approved by the Library Commission and the Recreation and Park Commission, and after emproval by the Art Commission on November 4 will be put out to bid and construction will commence shortly thereafter with the possibility of the completion of this branch extension within the next eight months.

The building will cost in the neighborhood of \$165,500, funds for which have been made available in previous budgets.

On October 29 the Merced Branch Library, located at 19th Avenue and Winston Way, will be completed and after being stocked with books and furnishings installed should be dedicated and opened to the public early in December. This building is a magnificent addition to the Library Department and will serve the Park Merced-Stonestown, Lakeside, Lakeshore Plaza areas and possibly the Ingleside District with the likelihood that the present Ingleside Branch Library, located at Ashton and Ocean Avenues in rented quarters may be reduced to a station saving considerable money to the city.

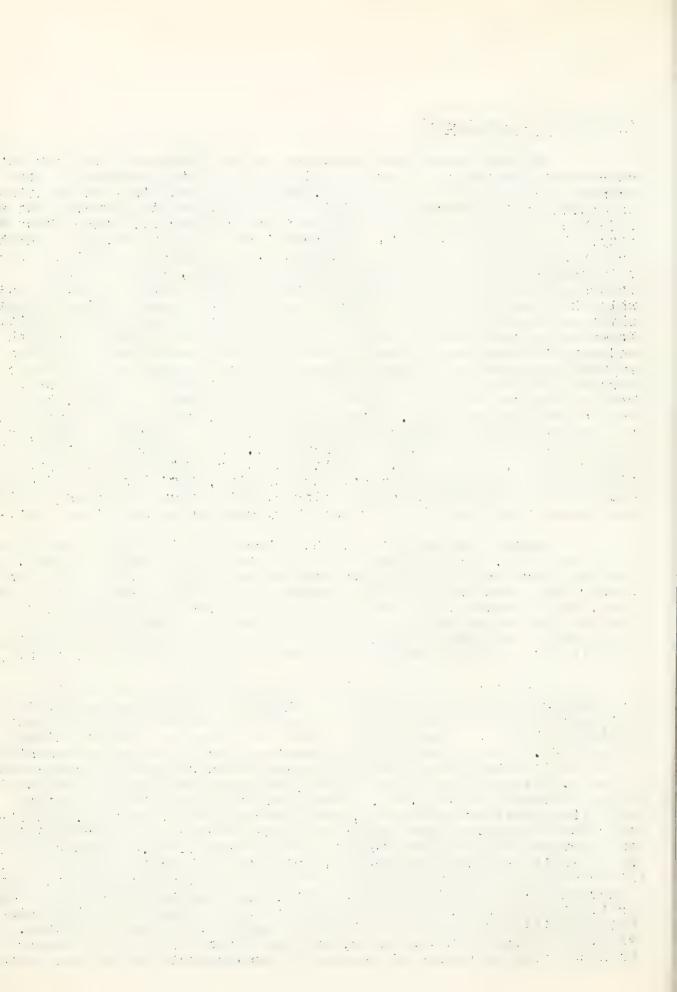


(Libraries - continued)

No funds were made available in the budget in the current year for the extension of branch library facilities because of the economic exigencies of the moment, but it is hoped that the continued expansion of the library facilities will continue in carrying out the 1953 blueprint for the development of branch libraries throughout the city. This would entail the construction of branch libraries which are presently in inadequate rented quarters and the relocation of cer tain branches, particularly the Presidic Branch, the Nee Valley Branch and the Golden Gate Valley Branch to more adequate locations which have been declining in their usefulness because of the changing shifts in population and the development of those areas of the city. It was indeed unfortunate that the Mccreery Branch Library at 16th and Market Streets was severely damaged in the earthquake of March 22 1957 and has been closed and condemned by the Department of Public Works and the building will be razed within the very near future. This building was the earliest branch in the library system, having been constructed in 1903. It had been severely damaged likewise in the 1906 holocaust and became the Main Library after that event, having been the gift of Mr. Andrew McCreery, an outstanding citizen of San Francisco. The site is on city-owned property under the jurisdiction of the Library Department, and its size, 137'6" by 137'6" could accommodate an excellent branch library with adequate parking facilities being made available for this very congested area of the city.

During the year also, the Library initiated its first Book-mobile Service, serving fringe areas of the city - Hunters Point, Miraloma Park and Outer Mission District and since the McCreery Branch Library has been closed has been making stops each week at this location. This service, the Committee estimated, has been extremely popular in these areas and the stops at the various schools have been very heavily patronized by the school children of the city, particularly in those schools where no libraries have been made available.

Another problem which has been under the consideration of the Library Commission has been the question of the housing of the Sutro Library Collection which had been left to the State of California in 1917 and has been housed in the San Francisco Public Library since 1923. It is presently inadequately located in the basement area of the Main Library where steam pipes and other hazardous conditions This collection is valued, according to a recent evaluation at approximately \$2,000,000. It was first thought that the State might find quarters elsewhere, but after due consideration, the Library Commission, by rearranging its stack areas and other facilities and services, has offered the State approximately 9,000 square feet of space in the building, which will bring the collection to the first floor and provide quarters where it can be properly used by the citizenry and displayed for their benefit. The Commission should be congratulated on the excellent solution to this problem in maintaining this magnificent collection within the Library Department System. should be pointed out, however, that the State will pay all costs when the final agreement is reached of transferring all of the materia



(Libraries - Continued)

from its present location, refurbishing the area they are to use and also the moving of the present services of the Library Department to other sections of the building.

It is also pointed out to members of the Committee that the San Francisco Public Library has only 145 full time employees as against an average of the ten large comparable libraries throughout the country which have full time staffs of 360 people. The San Francisco Public Library, because of this reason, has not been able to render proper reference, research and readers' advisor's service to the citizens of San Francisco and has not been able to develop its various agencies to their fullest extent and make them available to the citizenry. This is particularly noted with reference to the expansion of various departments in the Main Library, particularly the Documents Division and the Art Division and the expansion of other departments to more adequately serve the needs of the people.

As has been the problem for many years, the Committee estimated that there has been very little appropriated in the budgets for the past several years to augment the book collection to adequately serve the people. It should be pointed out also that the new branches which have been constructed - the Merced, Ortega, Marina, Parkside and Petrero - were all stocked, with the exception of a \$10,000 appropriation, from the regular book fund with an average expenditure of at least \$30,000 for each of these branches to provide their book collections. This meant that the other branches throughout the system had to suffer and it is indeed the recommendation of the Committee of the Grand Jury that adequate funds be made available in the next budget we keep up with book purchases, and when new branches are built in the future that sufficient money be provided for the purchase of book collections for new extensions.

In its survey of the Main Library Building, the Committee was made aware that no renovations of any consequence have been made since the Library was constructed in 1917 and that over the past few years money has been requested in its budgets to renovate the building to make it more functional and render better service to the The Library Department has plans to combine the Periodical Department and bound newspapers into one department and to move the present current unbound newspapers to the first floor of the Library Annex which is at 45 Hyde Street, which is now housing the Navy Department on the first floor which the Library gave up during the Korean crisis, and in the near future when the Navy Department vacates the premises this move will again be accomplished making more space available in the Main Library Building. It likewise would move the Music Department to the first floor of the building and use the Music Department's present quarters for the Art Department, which will bring some 90,000 volumes from the stack area to the open shelve: for better use by the public. The present Periodical Room, it is understood, will then be made available for use of the Documents Department, an extremely important department in the Library which is now in



(Libraries - Continued)

very unfavorable and various quarters of the building with only desk facilities at one and of the Reference Department. In mind also is to make the present slow elevator service automatic and installation of elevators in the stack area, which, at the present time, is served by only one freight elevator and the employees who service the public from the stack quarters must use stairways, which is an extremely slow, hazardous and tiring method of service.

Also under consideration by the Commission, and drawn to the attention of the Grand Jury Committee, was the present inadequate location of the convenience facilities on the first floor of the Library. In its overall plans, it is considering removing them away from the present proximity, more particularly, the Children's Room, to other sections of the building and making them more commodicus for use by the public.

The overall estimates of these costs, as prepared by the Department of Public Works, in cooperation with the library administration, would approximate \$175,000 to \$195,000 and would cortainly make the present outmoded library building more functional than it is at the present time. This proposal would be in line with the recent Report on the Civic Center Planning which was released by Wurster, Bernardi and Emmons, which recommended that the Library Department remain in its present location and that such renovations as mentioned above be accomplished.

In conducting its survey of the Library Department, the Committee of the Grand Jury would like to submit certain recommendations which should be carried out at the earliest possible time; - they are:

- (1) As has already been recommended and evidently approved, or at least presently tabled, by the Judiciary Committue of the Board of Supervisors, that there be no reduction in the number of Library Commissioners as provided for in Section 43 of the Charter;
- (2) That the Administration make available, either through budget appropriations or a bond issue, sufficient funds for the completion of the Branch Library System and the renovations to the Main Library Building;
- (3) That the Administration give serious consideration to provide a more adequate professional library staff in order that better and more efficient service can be provided;
- (4) That in particular, trained Childrens' Librarians be provided for to carry on a more intensive childrens' library program which will cut down on the juvenile delinquency problem throughout the city;



(Libraries - Continued)

- (5) That as books are the main objective of the Library, that more adequate book appropriations be provided in the budgets for this department; and, finally
- (6) That consideration be given to an Administration survey of the Library Department, a matter which was considered by the Library Commission and requested in the budget for the current fiscal year to make fully aware to the Administration and to the citizenry of our City the needs of this very cultural institution of San Francisco.

The Library Commission for the year 1957 is composed of the following members:

Bert Simon, President
Albert E. Schwabacher, Jr., 1st Vice President
Rose M. Fanucchi, 2nd Vice President
Rev. F. D. Haynes
Campbell McGregor
Mrs. J. Honry Mohr
J. Max Moore
Mrs. Hazel M. O'Brien
S. Lee Vavuris
Rene Vayssie
Dr. Thomas Wu
Laurence J. Clarke, City Librarian
Frank A. Clarvoe, Jr., Secretary to Commission

The Schools and Libraries Committee of the 1957 Grand Jury was very much impressed by the accomplishments of the Library Commission for a job well done, and would like to pay special tribute to Mr. Frank A. Clarves, Jr., Secretary, and Mr. L. J. Clarke, Librarian for the great amount of ability and devetion which they have brought to the successful handling of this important phase of San Francisco's education and cultural development.

JOHN G. CAMPBELL, Chairman

JEAN S. HAYS

ROGER H. NCDEN



COUNTY CLERK: PUBLIC ADMINISTRATOR

County Clerk

An increase in activity in all departments of the County Clerk's office characterized the 1956-57 fiscal year.

Civil filings increased for the first time in four years. 10,309 new suits were initiated during the last fiscal year, compared with 10,080 for 1955-56.

From a financial standpoint, the year 1956-57 was successful also. Revenue from fees collected for services rendered in the County Clerk's office increased generally. In the General department the receipts were \$93,226 compared with \$90,883, a gain of \$2,343. Probate department collections totaled \$69,700 against \$68,888 for the previous year, a slight increase of \$812.

At the last session of the Legislature a new fee bill was enacted which should add approximately \$20,000 annually to the office revenues. This increase should help to equalize the cost of court operations between the litigants and the general rate payers.

During the current year, the Clerk's office was called upon to handle an unprecedented volume of Superior court work. Several extra sessions were added to cope with the existing backlog on the trial calendar. As many as five extra judges have been assigned in addition to the twenty-two regular Superior judges.

An innovation in the Superior courts in California is the pre-trial system, commenced last January. The additional clerical work entailed in this operation necessitated a request for an additional employee. The pre-trial system has proven successful and will in all probability be made a permanent part of the court structure.

Additional space requirements of a central telephone exchange in the basement storage area has resulted in a renovation of our filing facilities in order to utilize every available foct of space to capacity. Standard shelving, similar to the type in use at the Records Center will be installed, replacing obsolete wooden drawers and cabinets.

This department, under the able management of Mr. Martin Mongan, has operated most efficiently and is deserving of high praise.

Public Administrator

Currently an audit of the accounts and records of the Public Administrator is being examined by Gino P. Cecchi, Certified Public Accountant, and his staff, under contract with the City



(Public Administrator - continued)

Controller. This audit covers all of the accounts and records of the Public Administrator and of the various estates in his hands for the period ending June 30, 1957. No irregularities or discrepancies have been discovered or reported to Mr. W. A. Robison, Public Administrator for the City and County of San Francisco.

There has been a satisfactory reduction in the closing of old estates and of the number of open estates on hand at the present time.

During fiscal year ending June 30, 1957, 1275 investigations were made as compared with 1217 the previous year; 490 new estates were received as compared with 498 the previous year; the number of open estates on hand at the end of the fiscal year was reduced to 778 as compared with 803 at the end of the previous year. The number of open estates on hand is an indication of the efficiency of the office in distributing and closing estates within a reasonable time. This is the first fiscal year within the past five years that the number has been reduced to less than 800 open estates.

There has been no change in the permanent personnel of this department and it appears to be large enough and correctly classified. We would recommend, for consideration, the addition of temporary personnel during the vacation season, to provide more efficient operation and to render adequate service. This recommendation would provide for the employment of one legal stenographer annually, for a period of four months.

The permanent personnel of the Administrator's office consists of:

- Public Administrator
- Attorneys at Law
- 2 Estate Investigators2 Bookkeepers
- Legal Stenographers and Typists

The entire crew of the office is on a straight salary basis. The fees of the Public Administrator and of his attorneys, derived from probating of estates, are paid into the general fund of the City and County of San Francisco. Revenue of the department for the year ending June 30, 1957 has again exceeded that of the provious year, being over \$208,000. Following is a comparison of the past six fiscal years:



(Public Administrator - continued)

Fiscal Year ending June 30	Number of New Estates	Gross Revenue-Fees of Administrator and his Attorneys	Total Operating Expense	Net Operatir Profit
1952	445	\$144,856	\$71,481	\$ 73,37!
1953	496	\$108,133	\$70,207	\$ 37,92
1954	513	\$120,613	\$79,140	\$ 41,47
1955	514	\$160,006	\$84,118	\$ 75,88
1956	498	\$195,508	\$90,236	\$105,272
1957	490	\$208,765	\$95,784	\$112,98

On October 30, 1957, the office of the Public Administrato: was moved from room 463 to room 375 City Hall, thus gaining slightly larger quarters. In order to derive full benefit of the move, however, some shelving and a small amount of new furniture will have to be provided. Coincidental with the move to new quarters was abandonment of obsolete telephones and installation of a modern key telephone system which will facilitate the business of the office

JOHN G. CAMPBELL, Chairman

PARK V. BOVYER

HAROLD HOTCHNER



BOARD OF SUPERVISORS

Your committee of the Grand Jury appointed to review the affairs of the Loard of Supervisors respectfully presents the following:

During the year the committee has had the opertunity of closely a serving the work of the Loard and its several counities. To acted that the respective meetings were conducted in an efficient and orderly manner.

The Board is the legislative body for the City and County of San Francisco.

Office facilities both for Board members and for operation within the Clerk's office are most inadequate. No provision is made for citizens who desire to confer and discuss public matters with the several Supervisors. This means that additional space is needed and means should be taken to provide same.

By a vote of the citizens at the last general election it was ψ oted that the salary of a Supervisor be \$400 monthly.

We were agreeably surprised to learn that the Supervisor's duties not alone calls for attendance at the regular Monday's meeting but practically everyday during the week at some committee meeting.

In July of each year the Supervisors sit as a Board of Equalization during which time the Board receives and passes upon applications for adjustments in property valuations and assessments.

From time to time the Board is called upon to review certain sections of the present Charter. From our investigation of this phase of the Boards work we would recommend that the Board should initiate action towards the complete overhaul of the Charter.

A very necessary feature has been installed in the Chambers of the Board--a public address system.

We offer commendation to the Supervisors, as a whole, for their conscientious service to the public welfare, and we take this opportunity to commend the members of the Finance Committee for a job well done.

The operation of the Clerk's office is under the able and well managed supervision of John R. McGrath who has a very competent crew of office clerks and stenographers.

PHILIP DINDIA, Chairman PETER C. GIOVANZANA TERENCE J. O'SULLIVAN



CHIEF ADMINISTRATIVE OFFICER

The Committee's Assignment: Pursuant to Section 982 of the Penal Code

It shall also be the duty of every grand jury to investigate and report upon the needs of all county offices in its county, (in this case the Office of Chief Administrative Officer) including the abolition or creation of offices and the equipment for, or the method or system of performing the duties of, the several offices, and it shall cause a copy of such report to be transmitted to each member of the board of supervisors in its county.

The Committee has been guided by two basic remises in its recommendations.

First, The charter framers deemed the functions of those detartments falling under the Chief Administrative Officer to be administrative rather than policy making -- of a business rather than a government nature. The Committee found at the same time, that the Mayor of San Francisco as the elected chief executive of the city, is the indiscensable center of responsibility and leadership for the policy performance of the city government.

Second, The Committee concluded that the Mayor must have help proportionate with the demands of his responsibility. The help must be built solidly and skillfully into the structure of the city government. It cannot be left to the temporary inclinations of each new incumbent at City Hall nor to temporary political expediency.

Finally, with the immending retirement of Mr. Thomas A. Brooks, after sixteen years of service as Chief Administrative Officer for the City and County of San Francisco, the Committee finds itself at a loss to express in words its deep felt thanks to Mr. Brooks for his cooperative assistance to this committee, and his unequaled service to the people of San Francisco.

Findings and Recommendations of the Committee

The Committee finds that:

The managerial responsibilities of the Chief Administrative Officer require revaluation, and should be reinforced and clarified.

For that Purpose the Committee Recommends:

1. The Chief Administrative Officer as second-in-administrative-command under the Mayor, should be responsible for the effective operation of the City's administrative units; this to include the city personnel administration.



- 2. There should be a complete system of personnel administration clearly responsible to the Mayor, safeguarding the merit system and providing an effective career staff for administrative agencies of the city government.
- 3. A Data Processing Center should be established, which would be utilized on a calendar basis by various administrative departments of the city in order to:

a. reduce duplication

b. encourage better long range planning

c. speed up engineering calculations

d. reduce the operation costs of such a center by setting up a continuous schedule of operations.

Discussion of Findings and Recommendations

The Need for Improvement:

As in other large cities, one reason for failure of government organization to keep pace with transit, traffic control and other problems of complexity during the last twenty-five years, has been the result of change coming by rapid surges rather than through gradual advance.

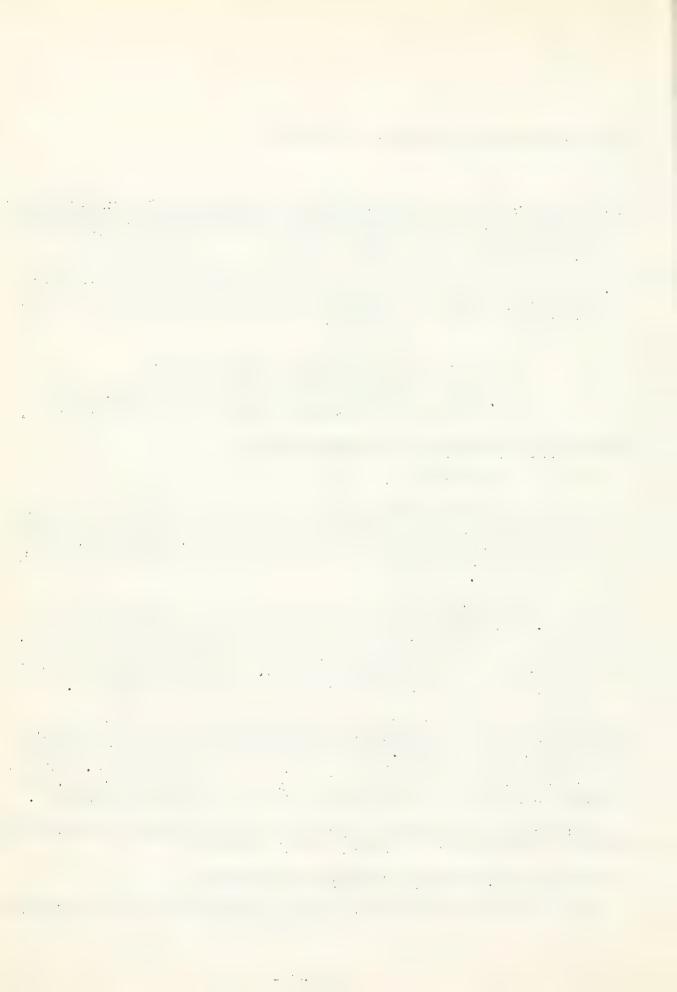
We cannot return to the past, and restraint will not delay progress. Adjustment of local government to the new issues calls for imagination and drive on the part of the community leaders. Eut this is not enough; they must have the administrative machinery to translate their plans into actions. Without this, dynamic leaders can accomplish little, and average leaders can do nothing.

The quality of the city administrative machinery tends to hamper, rather than to facilitate, the conception and performance of substantial programs. Efforts at the center have been diverted from major issues to matters of routine and histrionics. Future delays can represent either a costly search for perfection, passive surrender to inertia, or partisan devices for avoiding change.

The Committee, therefore, urges that its proposals be immediatel considered, evaluated and placed into operation.

Section 1. Modernizing Personnel Management

Few are satisfied with the existing system of personnel manageme



in the city government. In the first place, the Mayor receives little managerial help from the existing civil service machinery. But most important of all, present personnel practices, instead of raising the standards of administrative performance and facilitating the work of the line departments and agencies, have developed into a form of encumbrance. The departments must wait unendurably long for names to be certified to fill vacancies; they are forced to try to employ people at salaries which are internally inconsistant with each other (nurse \$350 per month, street sweeper \$400 per month).

Present personnel under Civil Service cannot look forward to a future of constant development commensurate to their personal and professional growth. Ability as well as longevity must be considered if we seriously plan to encourage quality, career-minded city employe.

Finally, by compelling departments to wait long periods for their appointments (thus encouraging, and virtually compelling, the widespread use of provisionals), existing personnel practices tend to discourage careers in public service, and have increased the use of temporary employment, which evades both the spirit and the letter of the merit system, plus adding to the "red tape" and increasing the costs to the taxpayers.

Make Personnel a Part of Management

Today's civil service system in San Francisco was developed more than twenty-five years ago to meet the personnel problems of the nineteenth century. It was related to the spoils system -- an effort to stop politics, with the result that both the entrance and the exits were well bolted. But this is not the world of 1932.

Jobs are still a principal currency used to pay for services of the faithful and the pressure for patronage appointments still exists. But guarding against this is only a small fraction of the total job of personnel administration. Yet, if a personnel agency is left as an island, far from the land of responsible operating management and without clear obligation to the executives of governmental programs, then no mayor, administrator or department head -- no executive anywhere -- can carry out his plan of action.

It is imperative that personnel be brought within the main stream of management responsibility in order that personnel activities are interwoven into the goals of government instead of an end in itself as at present:

Safeguard Against Favoritism

The fact that personnel needs to be a part of management does not call for the return to the spoils system. On the contrary, the increasingly technical nature of the City's task calls for competence



to be predominant, if not the sole basis of employment in Civil Service today.

Three conditions make this task less difficult than twenty-five years ago. (1) There has been a sharply emerging determination to regard the Mayor as responsible for safeguarding the Civil Service system. (2) There is now the long standing tradition of Civil Service. It cannot be publicly flouted; the Civil Service Commission, the City employees, the civic and labor groups, the newspapers and the public at large, would be outraged by glaring violations and the group responsible would lose more than it would gain by the violation. Under these conditions the merit system will not suffer from subterfuge as extensive as in years gone by.

Furthermore, department heads must have competent personnel in order to get their work done. So too the City Commissioners, themselves members of the administration in office, have increasingly become supporters of securing capable personnel, in order that their policies may be placed in operation on a sound basis and receive the approval of the public at large.

The Objectives of Personnel Administration

The Committee has kept constantly in mind the need for the integration of personnel management with the general management of the City, for strengthening and preserving the merit system and for building a complete personnel program with career development opportunities.

The highly important objective of management responsibility is met most fully by the Committee's proposal that the present personnel staff be placed under the Chief Administrative Officer. Thus personnel management will no longer be an administrative orphan, outside the mainstream of everyday operations. Instead it will be as much a central part of administration as is the Director of Public Works or Public Health, a development which has long since been reached in the best-managed organizations of business and government. Personnel will then be brought out of its isolation, and into the mainstream of City government and compelled to prove its worth in meeting the actual career needs of City employees and the managerial needs of department heads who are charged with getting the City's workload accomplished.

The Committee's personnel proposals have been prepared to safeguard and to strengthen the merit system. This objective is accomplished in the following manner:

(A) Make the Mayor and the Chief Administrative Officer unequivocally responsible for the operations of the personnel system. This is important, for at present



the Mayor and the Chief Administrative Officer can say that personnel management is not in their hands and they are therefore not responsible.

- (B) The Civil Service Commission should remain as a further guarantee of the full protection of the merit system. It should have the powers of rule-making, hearing appeals from employees and applicants, and making investigations. It should hold the role as an independent, quasi-legislative, quasi-judicial, investigative body, enabling it to discharge its responsibility as a bulwark against patronage practices.
- (C) The Committee proposes that the existing valuable Charter safeguards against violations of the merit system be continued. These provisions (Section 140-145 of the Charter) require that appointment and promotions, and each salary payment to any person, must be in accordance with the merit system, and prohibit any member of the personnel agency to engage in political activities.

Foundation for a Personnel Program

The city has only the most rudimentary elements of a personnel program. It does not have an up-to-date job classification system (the last City classification study was completed in 1929), career development plans - with the exception of the accounting personnel --do not exist, and departmental training programs are more nebulous talk, while recruitment is weak. In short, the entire program has only the old negative "law enforcement" idea of motivation, due to charter limitations.

The Committee recommends the following points to strengthen the present system:

- 1. A position classification plan designed to establish adequate salaries, equal pay for equal work, and a system of incentives for outstanding performance. The last classification survey made of San Francisco's city government was twenty-five years ago. As a result the following type of situation exists: key punch operators are in great demand but the city rate of pay is below that of a typist. As a result, a city typist will not train to be a keypunch operator, as it would result in a loss of wages. Yet industry rates keypunch operators at \$50.00 per month more than typists.
- 2. The salary and wage plan. Too often the greater part of the personnel force are occupied with this survey each year. Forcentage studies of departments, on a continuing basis of evaluatic



should supplant the present periodic, crash programs which tend to disrupt the other services of the personnel office.

- 3. A recruitment and selection program, geared to present day operations. Los Angeles is able to test many categories in two days as compared to our two weeks for a similar category. San Diego and the State of California use the 40/60 test system for many positions, in which the candidate is rated on a written exam up to 60% and 40% is graded upon an oral interview given by representatives of the personnel agency and the department concerned. We recommend that the present examination system, which allows copying, be abolished. In fairness to the job applicants, the examination should result in rewarding practical experience and ability, and eliminate the "memory sharks":
- 4. A career development program. Those who perform most satisfactorily as employees must be rewarded with appropriate career opportunities; if they are not, the City will either lose them to more forward-looking employers, or "their incentives for superior performance will decline into industrious mediocrity", as pointed out by New York City's study on municipal government. Training plans need to be developed along the lines the Federal Government has developed for its Career Program. (Cf MANAGEMENT INTERN PROGRAM OF 1957 as issued by the United States Civil Service Commission.) The basic principles of such a program should be adapted by the personnel administration of our city to provide the employees with opportunities and to assist city executives and administrators in carrying out the work programs with high-quality, high motivated, career personnel.

The Committee wishes to point out that the City of Oakland as well as New York and other major metropolitan centers have brought the personnel unit under the Chief Administrator's scope of operation. The City of Oakland for example, encourages its employees to train for greater responsibility and to increase their efficiency, by taking courses related to their work at approved night schools. With the approval of the personnel department and their division chief, and upon satisfactory completion of the courses taken, the City of Oakland will pay one half of the course fee of the participating employee. A notation of this work is noted in their personnel file. Last year some 157 employees participated at a cost of less than \$4,000.00 to the City of Oakland. Here is initiative given a helping hand -- here are tomorrow's executives and administrators being trained on the job today!

One part of the federal training program calls for one year of "rotational training". That is, movement of the individual through several similar agencies and then assignment to one of these agencies at the end of the year. These are not clerical assignments nor repetitive or routine in nature; but rather keyed to conditions



governing assignments to executive development purposes. Such programs would be invaluable to the Director of Public Works, Director of Public Health or the Manager of Public Utilities -- to mention but a few.

Conclusion:

If the Committee's recommendations are adopted, the present unsatisfactory system would be replaced by a personnel management system based upon the experience of well-managed organizations both in government and business.

Section II - A Data Processing Center

Compilation of data, control and storage of the data are now a critical problem of our city government. To cite a few examples of what is being done by other authorities let us note a few. New York City purchased an electronic computer for payroll processing. The machine performs nine distinct operations in a single pass through the machine, including accumulation of gross pay, withholding pay, social security and pension contributions, computation of interest, accumulation of total interest, summarization of all totals and rejection of 'problem" cases -- plus elimination of error. Los Angeles Department of Water has a medium size computer for payroll processing and engineering studies. While Richmond has two small electronic units for use in billing, payroll processing and budgetary and cost accounting. To a greater or lesser degree, many other cities have entered the computer field.

In addition to tax computing and billing, utilities billing, retirement and insurance systems, payroll processing, engineering calculations, budget accounting and cost accounting, potential uses in municipal data processing can be found in police records, motor vehicle and traffic records, revenue accounting, statistical analysis for health records and research studies of various categories. When added to this the fact that some 15,000 characters can be read or written in one second on one inch of tape, the potential of these units becomes significant, as we look to the future work load and future growth of San Francisco.

The Committee does not see widespread cuts in city employment by the utilization of these machines. Both private business and government agencies which use electronic units at present have not reduced their personnel staff. Rather the trained personnel have been able to accomplish greater amounts of work and have been able to work on problems which were in the past considered out of the question due to the backlog existing at the present time, plus many new services were utilized. The need for highly skilled operators and programmers, and the elimination of the repetitive "drudgery-type" functions give the employee time to plan and think.



As one of the nation's distinguished mathematicians noted, this leads to: "the human use of human beings".

It is, therefore, recommended that feasibility surveys be implemented to determine the practicability of establishing a Data Processing Center, where functional consideration in sharing of equipment on a calendar schedule could be placed in operation. (Sample: Controller, Assessor, Tax Collector). From this could be developed a certain degree of standardization of record keeping practices between jurisdictions. Such surveys can best be accomplished by interdepartmental teams consisting of representatives of those departments whose operations can be easily converted to such processes.

The direction of such a project should be under the supervision of the Chief Administrative Officer. He should be sure that both management analysts and department technicians participate in these evaluations. And to further reduce costs, city-to-city contractual sharing of equipment should be considered.

The use of microfilm would greatly increase the area of valuable floor space now taken up by tons of records in City Hall and other city offices. One photographic reproduction unit, now in use, has made as many as 40,000 copies of documents in a single day of operation and reduced the storage area formerly used by two-thirds! The machine has also saved the city \$2,500.00 in temporary employment during the first month of operation. The total cost of the machine itself was \$2,250.00.

Conclusion:

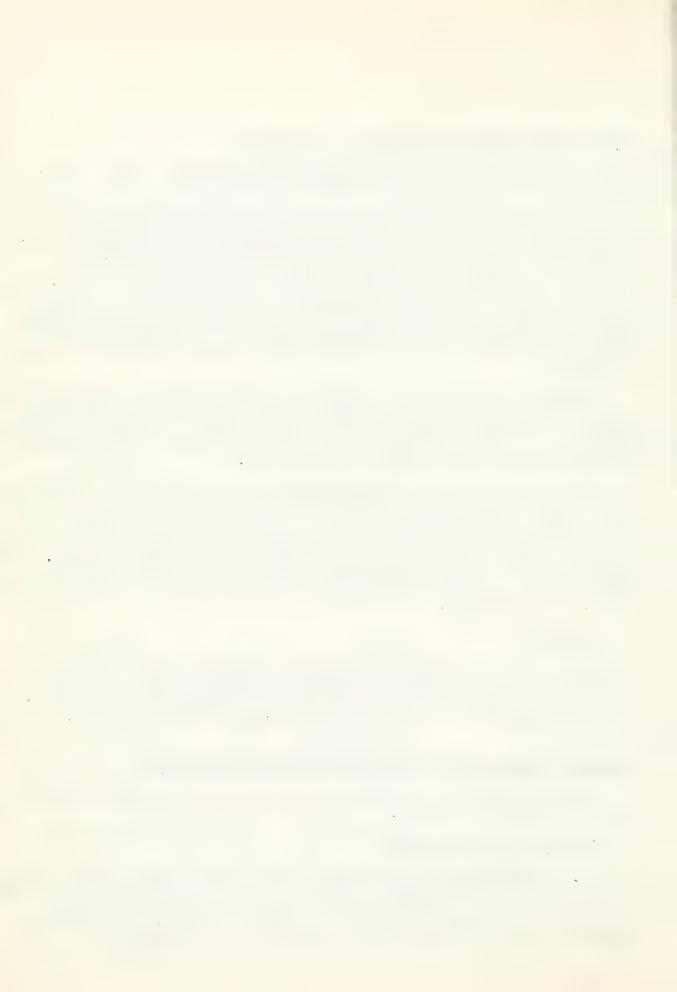
The adoption of these recommendations does not mean that the Committee has found a panacea for our management ills. But the proposals do provide a realistic approach to the future considerations of administrative planning and present day management.

PROPOSALS IMPLEMENTING THE COMMITTEES RECOMMENDATIONS

Proposed revision of Section 61 and 140 of the Charter, Section 61.01, 140.01, and 141.01.

Department of personnel:

61.01 DEPARTMENT OF PERSONNEL, which shall include the functions and personnel of the existing staff at this time now under the Civil Service Commission. Said department shall be administered by a director of personnel, who shall be appointed by the chief administrative officer and shall hold office at his pleasure.



(Chief Administrative Officer - continued)

140.01 The personnel director shall have the following powers and duties:

To be responsible for the enforcement of the Civil Service law and for the performance of the administrative and regulatory personnel functions of the city government, including the following: installing, maintaining and improving the city's position classification plan by establishing and continuously adjusting the definition and scope of classes of positions, allocate positions to classes, and from time to time re-examine the duties and responsibilities of positions with a view to their possible re-allocation, and to submit each such classification plan to the municipal civil service commission for its consideration and action in accordance with the provisions of this charter and the civil service law.

In collaboration with the mayor's budget advisor, to develop sal ary and wage plans for positions and classes of positions, with provisions for related compensation matters for which uniform standards are needed, including vacations, leaves of absence and hours of work, and to submit such plans and standards to the board of supervisors for its consideration and action in accordance with the provisions of this charter and the civil service law.

Recruiting candidates for city positions, examining and evaluating such candidates, certifying the names of qualified candidates to appointing officers, and assisting appointing officers in the appoint ment and placement of new city employees.

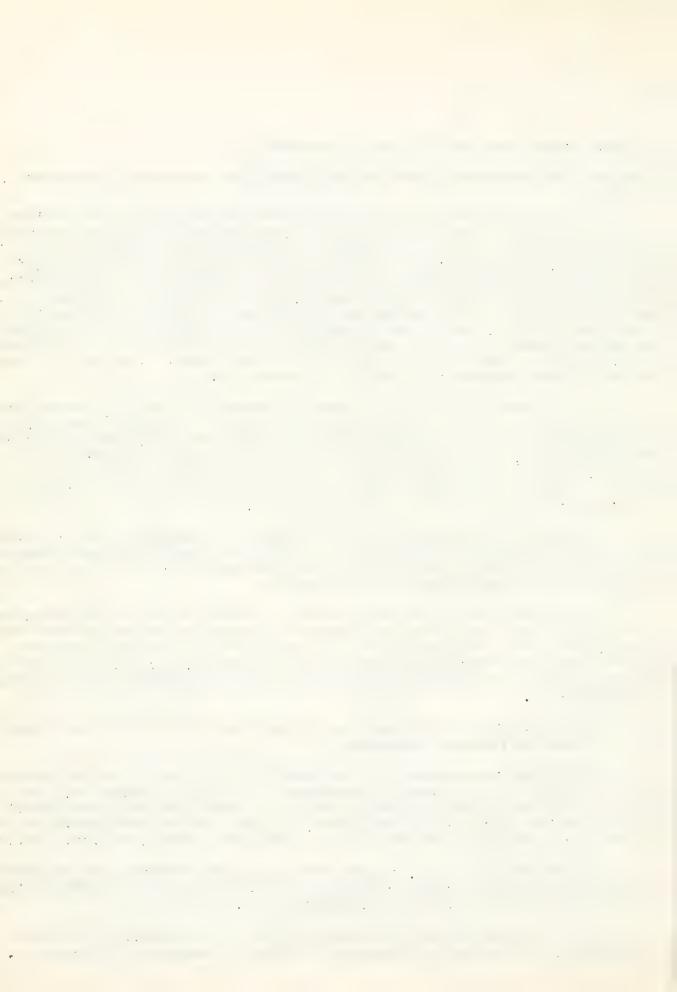
Developing and supervising lines of promotion both within agencies of the city and from one agency to another so as to provide career opportunities within the city service, for evaluating employee performence and training programs for city employees, including programs for the development of professional and executive skills among employees.

Doveloping and supervising grievance and disciplinary procedures and policies affecting employees.

Developing procedures for the handling of appeals to the personnel directors for redress of grievances by city employees, and to hear and determine such appeals; but this provision shall not limit nor affect any right of an employee to appeal to the commission or to a court of competent jurisdiction in accordance with civil service law

Assist the mayor, the chief administrative officer and the heads of departments and other agencies in the mediation and arbitration of labor disputes involving city employees.

Establishing and maintaining a system of personnel records and reports and conducting continuing studies of personnel problems.



(Chief Administrative Officer - continued)

Supplying information on personnel matters as required to the chief administrative officer, the mayor and the board of supervisors.

To prepare proposed civil service rules and submit them to the municipal civil service commission for its consideration and action in accordance with the civil service law, and to furnish to the commission such information as it may require for its decisions on rules and appeals, to attend meetings of the commission, to act as its secretary and to keep minutes of its proceedings.

To appoint a secretary, examiners and such other subordinates as may be necessary in the department of personnel and be responsible for the administration of the department and the direction of its technical activities.

To ascertain that all appointments, promotions and changes are made in the manner prescribed and in accordance with the provisions of the civil service law and other provisions of law not inconsistent therewith nor with this charter.

Powers and duties of the commission:

141.01 The municipal civil service commission shall have the following powers and duties:

To adopt and from time to time revise civil service rules in accordance with the civil service law.

To hear and determine appeals from disciplinary actions in accordance with the civil service law.

To make investigations concerning all matters touching the enforcement and effect of the provisions of the civil service law insofar as it applies to the city and the rules and regulations prescribed thereunder, or concerning the action of any officer or employee of the city and county, in respect to the execution of that act. In the course of such investigations each commissioner and the personnel director as secretary of the commission shall have the power to administer oaths. The commission shall have the further power to compel the attendance of witnesses, to administer oaths and to examine such persons as it may deem necessary.

ROGER H. NODEN, Chairman

DARRELL W. DALY

DR. ARTHUR M. JONCK



APPENDIX A

Reference Material

- 1. Grand Jury Reports 1948-1956
- 2. Municipal Government Survey Advisory Committee City and County of San Francisco A Record Management Installation, January 2, 1952 Accounting Project, January 15, 1952 Purchasing Project, January 31, 1952
- 3. Material Relating to Management of Other Cities Los Angeles Commission for Reorganization of the City Government, April, 1953
 Municipal Year Book 1956-57
 Summary Report of New York City's
 Management Improvement Program, February, 1953
- 4. Other Reference Material
 The Hoover Commission Reports:
 General Management of the Executive Branch, Feb.,
 1949
 Personnel Management, February, 1949
 Report of Special Study San Francisco Water Department.

1956



(Chief Administrative Officer - Continued)

APPENDIX B Fresent Mayor Chief Administrative Officer Boards and Commissions Civil Service Line Dept. Line Dept.

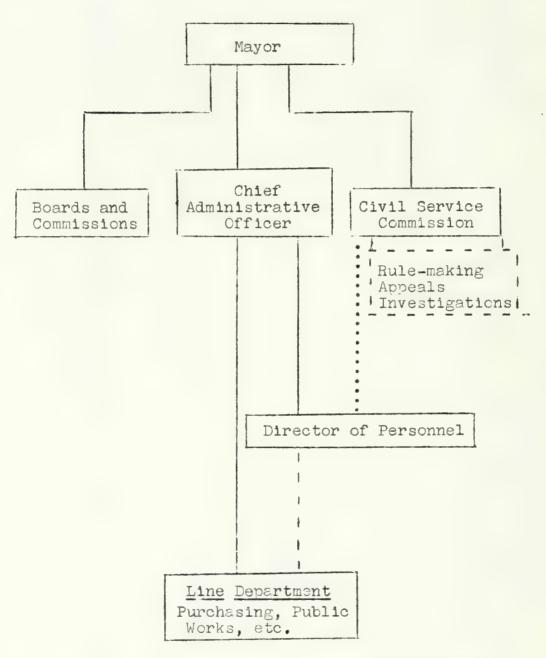
Line relationship

••• Approval of

*** Approval of
Appointment,
Removal of director,
Rules, Appeals
Investigations.

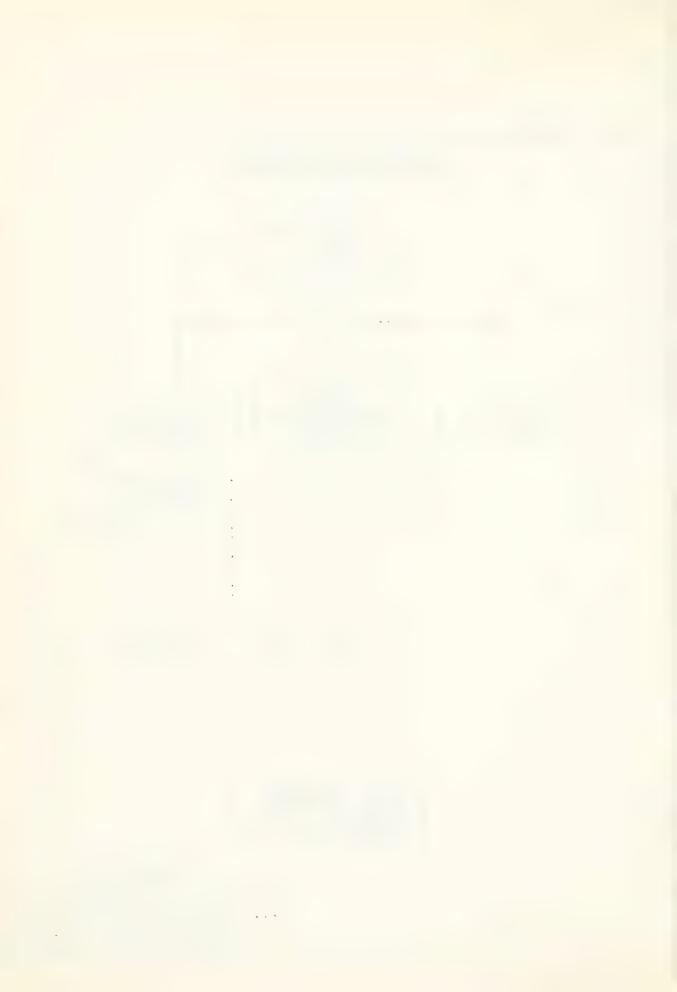


(Chief Administrative Officer - Continued) PERSONNEL ADMINISTRATION

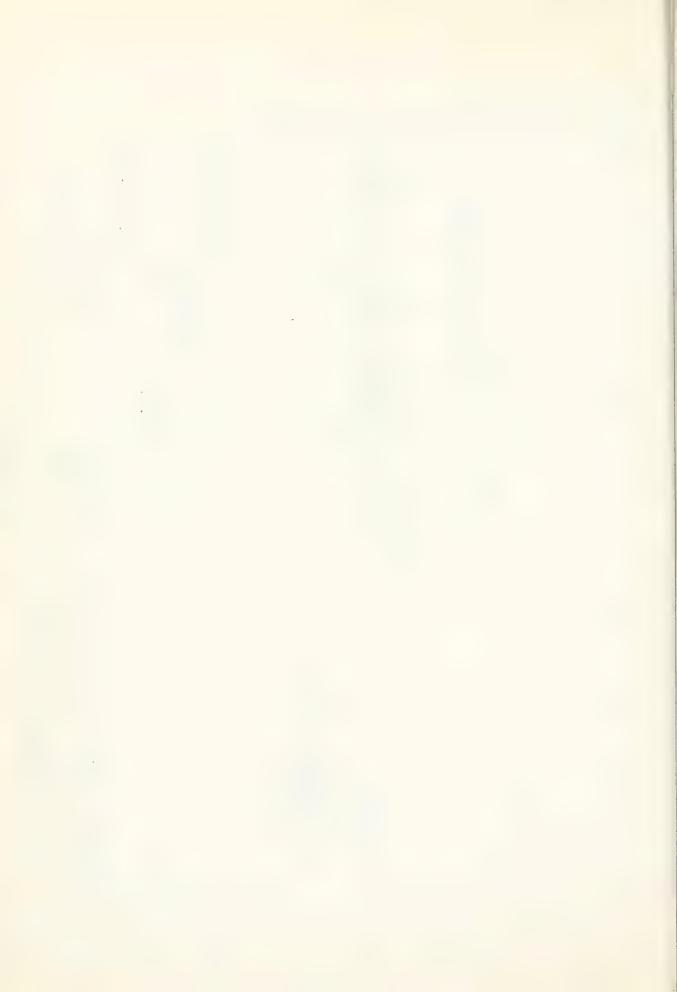


Line Relationship
--- Staff Relationship

••• Approval of appointment, removal of director, rules appeals and investigations.



(Chief Administrative Officer - Continued) Asst. Admin. OPERATING Fire City Manager C.M. Asst. Electricity Police LINE DEPARTMENTS Budget Personnel bssts. Purchaser to Public C . E. Works Council Civil Board Traffic Dept. Public Health Service BOARDS & COMMISSIONS Park Board MANIGEMENT ORGANIZATION CITY |Q| Board Library OAKLAND Rec. Board



PUBLIC WORKS

Throughout the year, meetings were held with the Director of Public Works, Mr. Sherman P. Duckel, and inspections made of various facilities of the Department.

The work in this Department is accomplished by nine separate bureaus and the general office staff. The bureaus of Architecture, Building Inspection, and Engineering, are administered by the Director. The bureaus of Building Repair, Sewer Repair, Street Cleaning and Street Repair are administered through the Assistant Director, Maintenance & Operation. The Bureau of Accounts, Central Permit Eureau, and the personnel problems of all bureaus are administered by the Assistant Director, Administrative.

Rather than outline the broad scope of the Department of Public Works in this report, your Committee makes reference to the final printed annual report of the Department of Public Works for each fiscal year ending after June 30, 1953. These fine reports are compiled in booklet form with emphasis on the detailed functions of a few divisions each year, so that over several years they contain complete detail with respect to the responsibilities and activities of all bureaus within this complex Department.

Performance Data

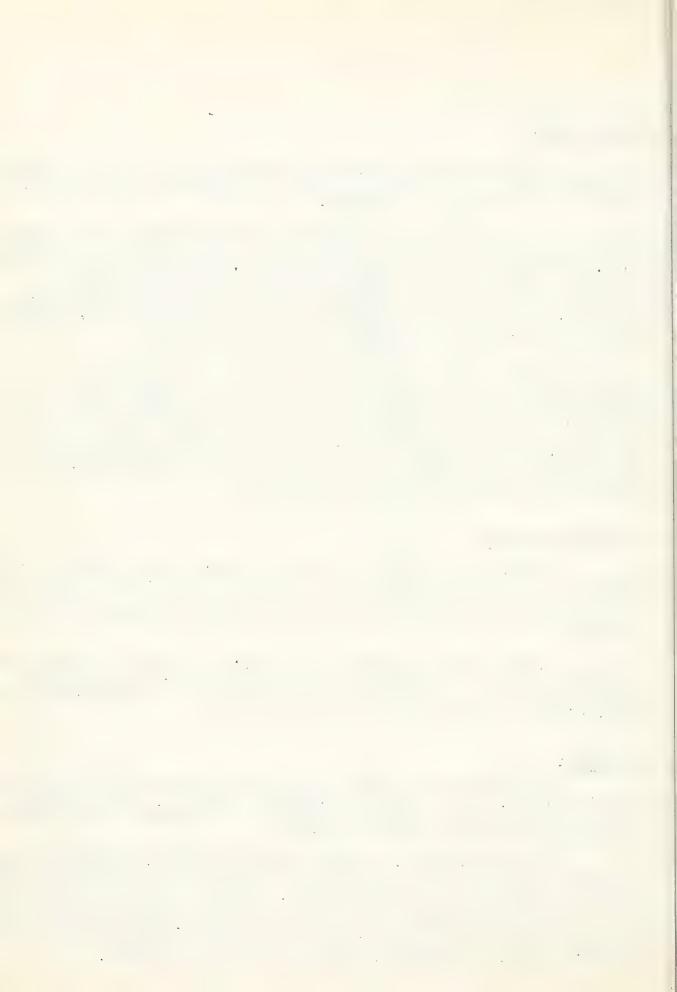
Statistical performance data for many specific departmental functions is available through the department's unit cost accounting system. Average unit costs per work unit are developed and afford a cost comparison with previous periods on a definite measure of work performed.

This program of unit cost accounting should be expanded to its fullest, as it reflects the relative efficiency of each bureau from year to year, and also affords a basis for cost comparison with other cities performing the same unit of work.

Equipment

The Maintenance & Operation bureaus operate 139 specialized portable units, as well as 190 automotive vehicles. The efficiency and production of work crews are dependent on continued "in-service" operation of the specialized equipment.

During the year, a special tractor-loader, normally assigned to a crew of three, was in the shop for repairs on 18 occasions, for periods of from one hour to four days, amounting to a total of 12 days. When delay was extensive, work of this and other crews dependent on the equipment's production had to be rescheduled. The attendant delays as a result of the down-time of this tractor-loader evaluate to well over \$170.00 per day in productive loss to the City.



(Public Works + continued)

Therefore it is essential that a program be provided which will avoid costly diversion of specialized crews from productive work

The Committee recommends:

- l. A complete and adequate preventive maintenance program be put in operation to assure maximum periods of trouble-free service from the equipment. The present standards of daily maintenance are satisfactory within their limits, but are inadequate to prevent downtime. A well planned and well enforced preventive maintenance program will practically eliminate failures and resultant costly repairs
- 2. Standby units for crew-operated equipment be provided in proportion to the number of specialized units of each type being operated to insure that sufficient units will be available at all times without delay to the crews' production.
- the practice to approve purchase of replacement units only after the equipment is obviously worn out, and there then usually follows a period of from 10 to 17 months before funds are provided, purchases made, and equipment delivered for use. In the meantime costly repairs are often made to necessarily keep the worn out equipment in service until replaced by a new unit. In order to correct this costly procedure of trying to retain worn out units in service long after their economical useful life has ended, it is recommended that some program be initiated to expedite the replacement of worn out equipment on an economical basis.

City-Owned Buildings

The Committee recognizes the merit of the "Engineer-Architect Team" established in 1955 for the purpose of accomplishing an effective, preventive maintenance and repair program for public buildings. It is apperent in many cases that required work has been postponed from year to year. Costly replacements become necessary which could have been avoided by orderly, preventive maintenance if funds had been made available for the purpose.

Their Survey Report on each of the buildings will show conditions of defects, determine priority of required work, and make available information regarding current unit costs to suitably maintain the city-owned buildings. This is an outstanding program and should result in much saving to the city in future years, as well as assuming a consistent high level of physical condition in our buildings.

This program should be encouraged by the appropriation of funds required to correct defects as they are brought to light, rather than postpone their availability.



(Public Works - continued)

Maintenance Yard

In June, 1957, 61,650 square feet of unimproved land adjacent to the Maintenance Yard at Army and Kansas Streets was acquired. Work on the improvement of this addition should be expedited.

An on-the-spot warehouse should be provided so as to avoid the extensive non-productive rime now consumed in hauling supplies from the Purchaser's Storehouse at 15th and Harrison Streets. This warehouse would replace and release that land presently in use.

With the additional space, rearrangement and alteration of the present shop buildings should be considered so as to substantially increase the operating efficiencies of the Electrical, Locksmith, and Cement Shop Divisions.

Charter Limitations on Ro air Work

The City Charter (Section 95) contains a limitation of \$2,000, for reair work performed by City Forces. This charter limitation was initiated at \$1,000 in 1932 and increased to \$2,000. in 1947. This amount is now low under prevailing cost conditions and operates to materially reduce efficiencies in service.

Several cost indices indicate that at current wage and material costs an increase to \$5,000 would allow accomplishment of the same amount of work as was possible under the original charter limitation of \$1,000 provided in 1932.

This was recognized by the State of California by its recent legislature enacting an amendment to the State law increasing the size of State Public Works' jobs from \$2,000 to \$5,000, effective September 11, 1957.

Immediate savings would result from:

- 1. Eliminating the cost of preparation of plans and specifications for small jobs which generally average about 20% of the contract price.
- 2. Eliminate costs of contract procedure.
- 3. Eliminate 60-day time loss in advertising the job prior to commencement of work.
- 4. Eliminate apparent loss of time for men and equipment while moving street repair equipment from job to job.



Permits

Examination of the procedure of processing building permit applications should be made with simplification the object.

The current procedure of routing a single application through as many as eight bureaus for their separate approvals appears cumbersome and imposes time delays beyond the control of the Director of Public Works.

Under the Department's program to improve private building structures, which are substandard, the responsibility for explaining condemnation procedures sometimes falls to the individual inspectors. The word "condemnation' in this regard can be easily misinterpreted unless a clear and tactful explanation is given. The owner should be clearly appraised of his rights as well as his obligations under the Building Codes. It might be well to consider the publication of a pamphlet cutlining the procedures in connection with condemnation proceedings that could be given to an owner at the time a Notice for Compliance, or a notice of possible condemnation is served upon the owner. Such a pamphlet could do much to relieve a disagreeable situation, both for the owner and for the department.

Safety

Personnel are to be congratulated on their excellent cooperation with the department's active safety program which resulted in a decrease of about 30% in the number of lost-time injuries from the preceding year.

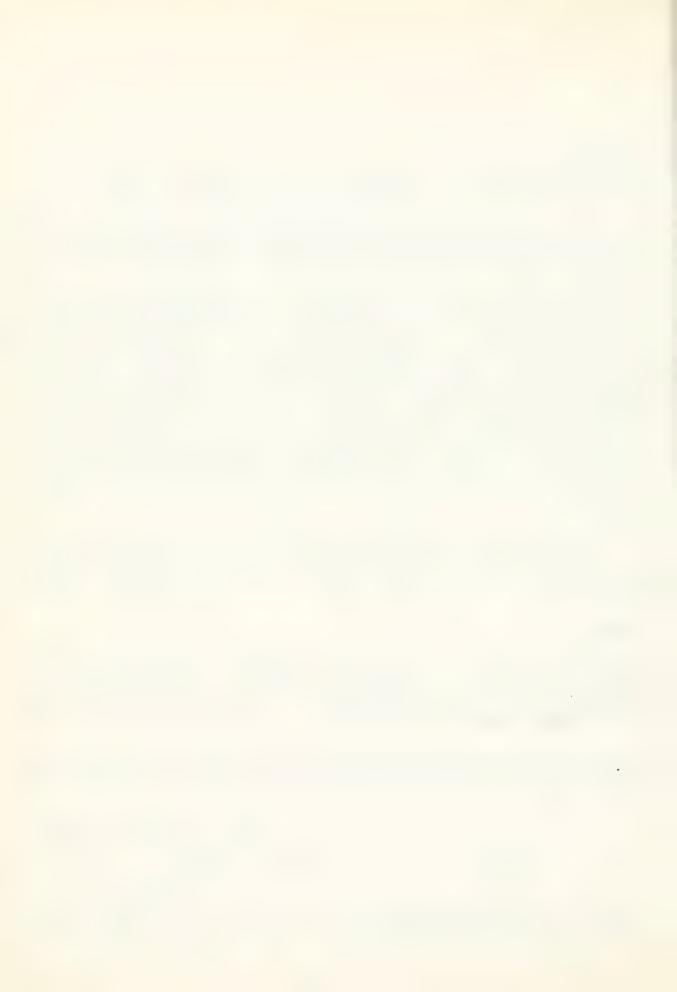
Award

The American Public Works Association, during their recent Public Works Congress, honored our Director of Public Works, Mr. Sherman P. Duckel, with the Samuel A. Greeley Scrvice Award. This award represents long, continuous and out-standing service in the Public Works Administration Field.

It is with pleasure the members of this Grand Jury also recognize the service of Mr. Duckel and add their congratulations on this high national award.

E. WALTER MC CARTHY, Chairman PARK V. BOVYER

(Foregoing Report adopted by the Grand Jury at its regular meeting Monday, November 25, 1957.)



(<u>Fublic Works</u> - Continued)

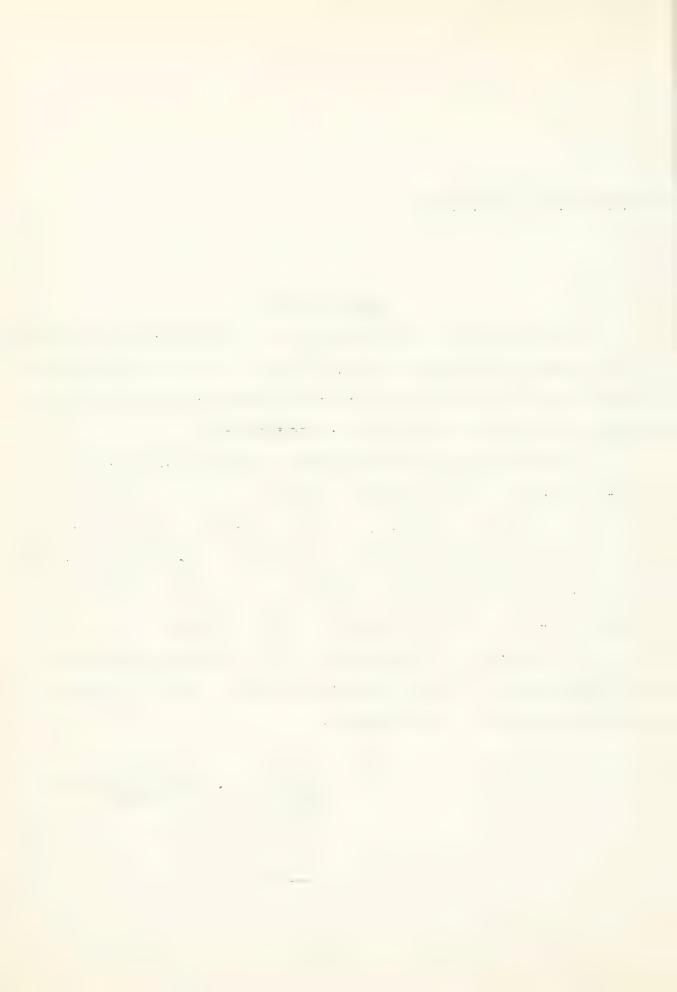
Minority Report

I agree with all of the findings and recommendations contained in the report submitted to the 1957 Grand Jury by the Committee on Public Works, with the exception of the recommendation relative to amending the charter limitation on repair work.

I believe that the subject matter of this section of the report is of such community-wide concern, and is of such vital interest to all our citizens, that very thorough and careful study should be given to every facet of the problem, considered from the point of view of all groups-- government, business, labor, and taxpayer -- who would be affected by such a change.

It is therefore my feeling that this Grand Jury should not go on record at this time as advocating such a drastic and farreaching amendment to the charter.

> TERENCE J. O'SULLIVAN, Member Public Works Committee 1957 Grand Jury



RECREATION AND PARK DEPARTMENT

The Recreation and Park department conducts a program on 128 units which occupy a total of 4,443.5 acres. The program is sufficiently varied to satisfy the many public tastes for recreation, both active and passive. As an example, in addition to the many neighborhood playgrounds, recreation centers, parks and squares, there are a number of special facilities such as the San Francisco Zoo; three 18-hole and one 9-hole golf courses; aquatic facilities including two supervised beach areas, two out-of-door pools used seasonally, four enclosed pools, the latter number of enclosed pools to be increased within the next year by the addition of three more which are now under construction; Yacht Harbor in the Marina and the boating and fishing area at Lake Merced; San Francisco's family vacation resort, Camp Mather, in Tuolumne County; and, of course, one of the most famed of all the world's great parks, our own Golden Gate Park.

In addition to virtually endless horticultural offerings, within the scope of the Department's athletic and sports activities may be found everything from lawn bowling to jacks -- with baseball, basketball, volleyball, football, soccer, Gaelic football, archery, horseshoes, track, polo, horseback riding, fly-casting and model boating in between. There is also an extensive drama, dance, and music and photography program at the new Recreational Arts Building, and a continuing program at the Junior Museum where a world of science, nature and crafts is made available to the city's youngsters.

Although it is impossible to accurately estimate the number of people who annually enjoy the varied facilities of the Recreation and Park Department, an idea may be obtained from the fact that the Department's supervised play areas were enjoyed by nearly 7 million during the fiscal year 1956-57. It is not possible to estimate the millions of visitors who enjoy Golden Gate Park and other park properties, although occasional spot checks at the Zoo indicate an annual attendance there of well over 1,500,000.

It is quite natural, in the conduct of such a huge recreational and park assignment, that there are problems. The Committee is pleased to report, however, that the vast bulk of these are squarely met and solved by General Manager Max G. Funke and his staff. In this connection it is significant to note that although inflation -- the Department's Number One Problem and, indeed, a basic problem of all present-day construction -- has plagued the Recreation and Park Department's large building program, efficient and harddriving administration has resulted in the virtual completion of the 1947 \$12,000,000 Recreation Bond Program. In the case of the 1955 \$7,000,000 Recreation and Park Bond Program, all projects have either been completed, are under actual construction, or contracts awarded.

The sum of \$2,500,000 of the 1955 Bonds was earmarked for the development of 318-acre John McLaren Park to fulfill its purpose as



(RECREATION AND PARK DEPARTMENT - continued)

a great recreational area to serve the scutheastern section of the city, but much of this work must be held in abeyance pending the purchase by the city of all privately owned land within the park's boundaries. In spite of this, however, forward strides have been taken in preparing over-all plans for the park, which plans include a new system of roadways and a 9-hole golf course.

Of particular interest to San Francisco is the Department's program for the Zoo and the Fleishhacker Playfield area. A master plan for the development and expansion of the Zoo is presently being prepared, and -- in addition to a general rehabilitation of the existing Zoo facilities and the existing playfield -- ground was recently broken in an adjacent area for the first unit of the fabulous "Storyland" playground where, during 1958, the illustrations from the story books of childhood will come to exciting 3-dimensional life to delight the children of our city. The sum of \$210,000 --- \$110,000 of which was raised by private subscription --- will be invested in this first unit.

Establishment of an exceedingly noteworthy procedure --- one that might, with benefit, be emulated by other city departments --- has resulted in a very noticeable stepping-up of the Recreation and Park Department's rehabilitation program. Mr. Funke and his staff are now including in the budget requests which are placed before the Mayor and the Board of Supervisors a complete picture of the requirements for the repair and rehabilitation of the Department's many facilities, with each requirement rated as to its relative urgency. The result of this careful method of presentation is that the Mayor and the Supervisors now have an accurate and comprehensive picture of the Department's total requirements and have consequently increased the annual appropriation for these purposes. The Committee would like to compliment the General Manager and the Recreation and Park Commission for establishing this excellent procedure.

The Committee has enjoyed its assignment with the Recreation and Park Department and is happy that its report on the conduct of this Department can be presented in such a favorable light.

A SPECIAL REPORT BY THE PARKS-RECREATION COMMITTEE ON THE STEINHART AQUARIUM

The Steinhart Aquarium, a department of the City and County of San Francisco, is operated for the City by the California Academy of Sciences under charter authorization.

The Aquarium is a one-story, basement and penthouse building constructed 34 years ago. It has a world-wide reputation and is



(RECREATION AND PARK DEPARTMENT - continued)

Steinhart Aquarium

credited with housing the finest general display of living fishes in existence, valued in excess of one million dollars. More than one and a quarter million visitors come to the Aqaurium annually and the daily total frequently exceeds 18,000.

By any standard the Aquarium is one of the city's most valuable and desirable assets. It is not within the province of this Committee to assess the responsibility for condoning the negligence and indifference which have permitted this splendid attraction to reach its present appalling state of disrepair. Admittedly, the maintenance problem is a difficult one because of the constant corrosion due to the use of salt water.

In 1952 and 1953 funds were sparingly provided for emergency structural shoring and bracing to maintain the safety of the concrete exhibit tanks and for emergency repairs to electrical conduits, pipes pumps and wiring. Finally, in November, 1954 an architectural-engineering survey report was submitted which indicated that an expenditure of \$762,135 would be required for the repair and rehabilitation of the Aquarium. The necessary funds were never made available and the inefficient and costly policy of emergency maintenance was continued. An estimate submitted in May, 1956 indicated that the cost had risen to \$1,100,000, which included the estimated construction cost index increase for 1958, assuming that construction could begin at that time.

The eventual cost to the City continues to grow with each passing year. In the meantime other cities are expanding their aquarium attractions, notably Los Angeles, New York and Miami, and will soon surpass San Francisco as the location of the world's finest aquarium.

It is the hope of this Committee that the 1958 Grand Jury will devote some of its time and effort to the restoration of this renowned scientific and cultural attraction.

ERNEST J. GREWE, Chairman

MRS. JEAN S. HAYS

TERENCE J. O'SULLIVAN



POLICE DEPARTMENT; CORONER

Police Department

In February 1956 a broad reorganization of the Police Department was made, major policy changes and objectives were adopted, resulting in widespread personnel reassignments.

After approximately 21 months of operation the effects of the reorganization are apparent in many areas of police jurisdiction.

A review of the status of several major changes and objectives is given below.

Juvenile Delinquency

The cooperative arrangement with the School Department, Park-Recreation authorities and Youth Agencies has been expanded. This program has been an effective and contributing factor in curbing the incidence and spread of hoodlumism and vandalism.

The Traffic Warrant Bureau

It is expected that the establishment of the Central War-rant Bureau at the Hall of Justice will soon be a reality.

The Central Bureau will operate on a 24-hour basis. Warrants will no longer be distributed among the various district police stations, but will be physically maintained at the Central Bureau. The men assigned to serve the warrants will operate from the Hell of Justice in teams. Centralized control will greatly reduce the amount of paper work in processing, and speed up the serving of the warrants and collection of revenue.

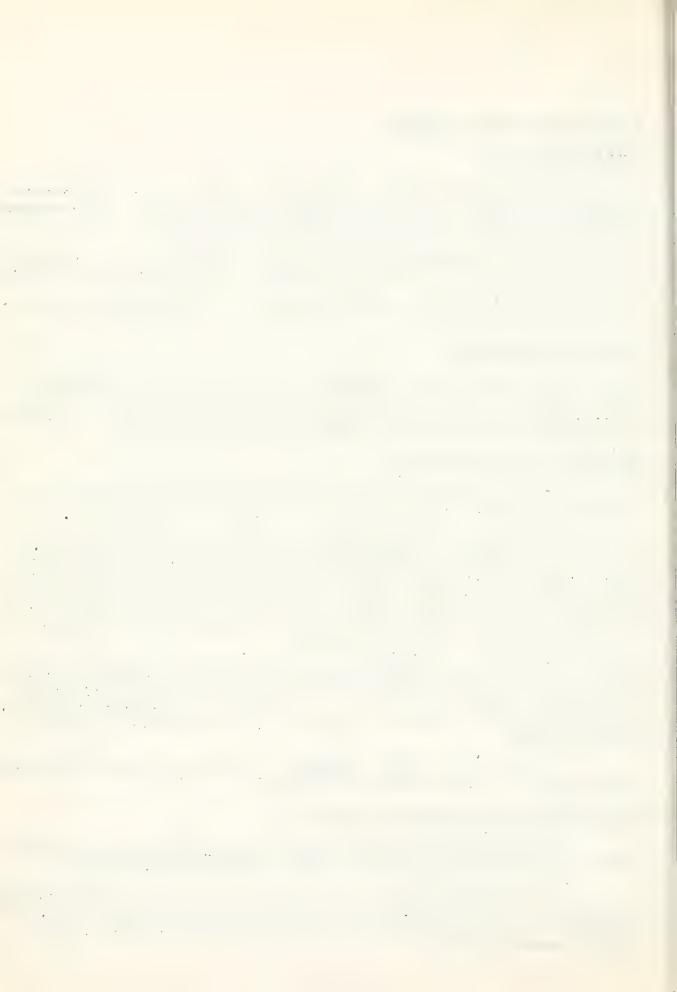
The latest estimate indicates that there are approximately 250,000 warrants outstanding which represent a total of \$2,250,000 ir revenue. Traffic fines for the year 1957 will exceed \$3,000,000 and will continue to increase annually in proportion to vehicle registrations.

It is obvious that a project of this size requires centralized control to achieve maximum efficiency.

The Problem of the Habitual Alcoholic

One of the most time-consuming operations of the officer on patrol is the handling and processing of intoxicated persons.

On July 23, 1956, the Department abandoned the "revolving door policy" and embarked on a new policy whereby the habitual drunk repeater is no longer booked "to be released when sober," but is held to answer in Court.



(Police Department - continued)

The effectiveness of this policy is indicated by the sharp decline in the number of arrests for drunkenness. For the period July 1955 to June 1956 there were 45,205 such arrests. For the period July 1956 to June 1957 the number of such arrests had fallen to 22,063.

With such a reduction in the number of arrests it was possible to devote more time and greater effort in other areas of police functions such as routine preventive patrol, inspectional duties and arrests for observable crimes.

An additional effect of the new policy has been a sharp reduction in petty thievery, auto boosting, panhandling and malicious mischief.

It is generally accepted that the essential element in the successful rehabilitation of the chronic drunk, or alcoholic, lies in the direction of adequate medical and psychiatric treatment. The former "revolving door policy" completely ignored the socio-medical aspect of the problem. The new policy has awakened the community to its responsibility for a more objective and humanistic approach in its search for an effective solution to this serious social problem.

Revised Operational Procedures - New Equipment

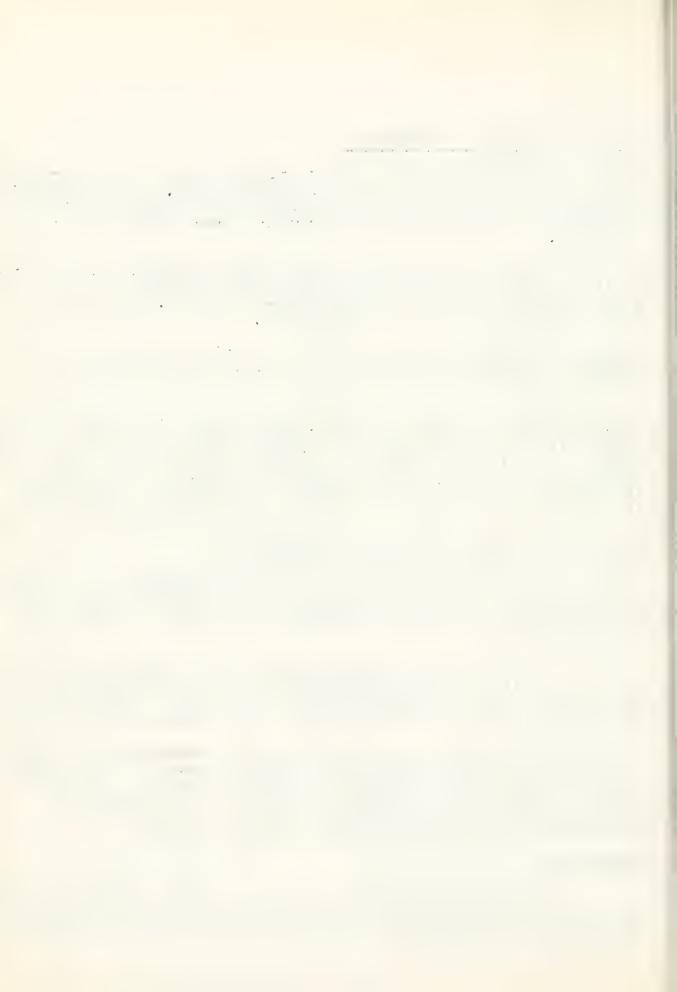
The Department has made significant progress in the screening and selection of personnel. With the elimination of the five-year San Francisco resident requirement for police recruits, the Department will have a much wider field from which to select qualified applicants.

Modern communications equipment, the acquisition of the new mobile crime laboratory, and the anticipated establishment of a fully manned and adequately equipped Narcotics Squad will extend the effectiveness and efficiency of the Department in many functional areas.

An exhaustive survey of the Police Department is presently being made by Mr. Bruce Smith, Jr., a consultant. It is expected that his report will be completed sometime in December, which precludes sufficient time for study and comment by this Committee. Several areas of Police Department operations and functions are covered in the final report of the Narcotics Committee.

Conclusions

It is the considered opinion of the Police Committee that the Department has functioned effectively and continues to make significant and steady progress in achieving the objectives set up by the Police Commission.



POLICE DEPARTMENT; CORONER

Coroner

The Coroner's Office serves the community in establishing the cause and related circumstances of certain classes of death. While his findings play a key role in the prosecution of criminals, it is the Committee's opinion that a more important function served by his findings is the assurance that no citizen who is either charged or suspected of causing a death will be falsely tried and convicted. Repeatedly, suspects are released or charges are dropped when the Coroner finds the cause of death to be such that a crime or error in conduct cannot be laid as the basis for the death. If the state takes the right to try and to punish, it has a far greater obligation to assure that no one is falsely tried and punished. In the matter of deaths due to apparent culpable behavior, it is the Coroner who must first determine that the death is or is not due to the act of the person accused.

In a very large number of deaths, there is civil litigation to follow. Millions of dollars are spent in the courts to assure that justice will prevail. Many millions of dollars in judgments and claims are both granted and denied. Much of this administration of justice is based on determinations of cause and circumstances of death as found by the Coroner. If justice is to be impartial, his work must be done properly and objectively, and made easily available to the courts. Upon the fullness and accuracy of his work rests the economic welfare of tens of thousands of survivors, families and businesses.

In many cases there has been no medical attention, or if there has, it was not recent enough to satisfy the Coroner that the cause of death will be properly ascribed. In these instances, the Coroner must enter to establish the cause of death properly and accurately, not only to fulfill the requirements of the State, but also to serve the best interest of the public and the surviving family.

The performance of these, as well as many other functions of the Coroner in San Francisco, is represented by a vast amount of work, accomplished by a staff of 30 persons. They receive reports and investigate 3300 of the average 10,000 deaths a year in San Francisco. The investigation of these cases involves an inquiry at the scene, the removal of remains to the morgue, and the performance of an autopsy and related laboratory work on 2500 bodies per year.

The following figures indicate the magnitude of the task:



(Coroner - continued)

Work accomplished (Annual basis)

Investigative

Cases reported to Coroner
Professional
Autopsies performed
Legal
Inquest hearings Jurors summoned Witnesses summoned and examined in Coroner's Court 1,500
Administrative and Clerical
Cash monies found on deceased and delivered to next of kin
Pages of medical protocols typed from recording cylinders

A comparison of the San Francisco Coroner's Office with similar offices in major metropolitan centers reveals that except for several Bay Area counties which have indeed followed closely San Francisco's pattern, the San Francisco office excels by manyfold over all others throughout the country. The community can be assured that it has an active, well-functioning medico-legal office that is closely supervised to guard the public interest and safety.

There has been vast improvement in the physical facilities with the rehabilitation program of the morgue, initiated by the 1953 Grand Jury, and which was completed in 1956. The filth, grime and stench that marked the morgue have been eliminated. It now has the appearance and atmosphere of an average hospital surgery, with dignity befitting a place to be used by any citizen of the community.

The planning of rehabilitation included the contemplated moving of much of the new equipment to the new Hall of Justice when built. While not all the improvements were such that they could be

(Coroner - continued)

moved over, much of it can. That which cannot was nonetheless justified in its being installed in the present morgue to stop what was described as the horrifying and revolting lack of ventilation, cleanliness and adequate health safeguards.

The Committee has noted the insufficient value placed on the position of Coroner in San Francisco as compared to other cities. Los Angeles pays \$23,000 per year and permits an additional \$7,000 outside teaching position to be held by the Coroner. Detroit has a pay range of \$19,655 to \$23,015 per year. In San Francisco the Coroner's salary is \$13,800 for a 40-hour week (on 24 hour call throughout the week) and does not permit engaging in any "outside" remunerative activity.

It is the considered opinion of the Committee that the compensation provisions for the position of Coroner be reappraised by the Civil Service Commission in view of this apparent salary inequity.

PARK V. BOVYER, Chairman

JOHN G. CAMPBELL

ERNEST J. GREWE



CIVIL SERVICE

Civil Service is surely the circulatory system of the body politic - the city government. It is the one function that pervades all other functions. Its effective operation, under proper principles, rules and personnel; its position within the city administration (see Committee Report on Chief Administrative Officer), and the mutual understanding by department heads of Civil Service objectives, as well as Civil Service understanding of departmental problems, are vital to the good health of city government.

Detailed reports of the organization and work of the Civil Service Commission have been outlined in previous Grand Jury Reports

This Committee has concerned itself with certain individual problems facing Civil Service Administration in San Francisco, and will discuss them under the categories listed above.

While the provisions governing Civil Service Administration, as adopted in the 1932 charter were a distinct improvement over the previous charter, they did not in fact incorporate all of the essentials of effective merit system administration. It is apparent that heavy emphasis is placed by our charter on the negative and protective features of Civil Service Administration to the extent that a full realization of a positive and constructive merit system administration in the San Francisco municipal service is severely hampered. Since 1932 these provisions have been the subject of numerous amendments - many in important respects which have not contributed to constructive administration, and in fact have established unwise policies and procedures. Furthermore, since 1932 there have been fundamental changes in the basic concept of public personnel administration. Rather than the negative, police concept which was the original reply to the spoils system, and which is largely reflected in our charter provisions, public administrators throughout the country are now veering to the thought and practice of a personnel office acting as a positive staff assistant to operating management and placing in management trust and authority for some of the personnel actions.

We cite here several examples of charter provisions which restrict the Civil Service Commission and operating management in the advancement of a positive personnel system. In the matter of appointments we find that the appointing officer must accept without question the one eligible whose name is certified to him by the Civil Service Commission. With few exceptions, in all other Civil Service jurisdictions in the United States, the Civil Service Commission certifies at least three names to the appointing officer. The appointing officer then has the opportunity to interview the three eligibles and to check their personnel and employment records and select the one who most nearly fits his particular needs. Examination procedures are not so well perfected that the examination can distinguish between candidates who are only a few grade



(CIVIL SERVICE - continued)

points apart in their final examination scores.

The probationary period is an important part of the selection process, and it is universally recognized that the appointing officer must have an opportunity to review the on-the-job performance of an employee and to have the unquestioned right, within a limited period of time, to terminate that appointment if the work of the new appointee is unsatisfactory for any reason. In San Francisco a probationary appointee to a promotional position has the right to appeal a termination of the probationary appointment to the Civil Service Commission, and is entitled to a public hearing before the In some respects the probationary appointee in a promotional position has greater protection than the permanent employe who has completed his probationary period. Thus, not only does the appointing officer have no part in the selection of the employe for an important promotional position (since he must accept the one person certified by the Civil Service Commission), but he must also face a most difficult termination procedure should he find the services of such an employe unsatisfactory.

In the case of the dismissal of a permanent employe after a formal hearing on charges by the appointing officer, the dismissed employee may appeal to the Civil Service Commission. The Commission then has the authority, not only to decide whether charges have been sustained, but also to assess the degree of punishment. Thus the Civil Service Commission may agree with the appointing officer that the employe was guilty as charged, but will disagree that dismissal is a proper form of punishment. The Commission can then exercise its authority to override the judgment of the appointing officer as to the desirability of continuing to employ such a person, and can order the employe back to his employment.

In the matter of promotional examinations in the Police and Fire Departments, the Commission is prohibited from the use of oral examinations to appraise the supervisory and administrative abilities of the examination applicants. The charter also requires that at least 15% of the total weight of credits in these examinations shall be allocated to participants on the basis of years of service. This is too heavy a handicap on the younger and capable men in the departments.

The charter provisions dealing with the salary fixing methods for city employees establishes seven different formulae for seven different groups of employes. The resultant inequatites in the salary structure have been well publicized heretofore and they constitute a constant and continuing source of irritation among city employees and supervisors.



(CIVIL SERVICE - continued)

The above is a listing of some of the more important charter provisions which restrict the Civil Service Commission from carrying out accepted and modern concepts of positive personnel administration. Your Committee believes that the time has come for a thorough study and overhaul of the Civil Service provisions of the charter to the end that a positive, virile personnel administration based on merit may be inaugerated in the city service.

We also find that there has been no general review of the classification system since 1928 when the current classification plan was first adopted. The classification section of the Commission is engaged in a continuous audit of individual positions or groups of positions where classification problems develop, and are continuously engaged in making classification studies of new positions. This has been piecemeal work, and it is the opinion of your Committee that the time has come for a comprehensive, general classification survey of the entire city service.

As a result of the inequities in salary classifications, it is impossible to attract and hold qualified personnel, particularly in professional fields.

It is the belief of this Committee that the operations of the Civil Service Commission are ably conducted by Mr. Henderson, Personnel Director and Secretary, and Mr. Albert, Assistant Personnel Director.

It is apparent to anyone making even a cursory study of Civil Service in San Francisco, that there are great misunderstandings between heads of departments and Civil Service staff, which might be cleared up by a better attitude on both sides. A true merit system is dependent upon proper classification of positions, recruiting facilities, examinations, wage recommendations - all functions of staff. It is also important that there be proper and amicable review with appointing efficers of their requirements and special needs. While department heads must be assured that their special needs receive consideration, they must also realize that successful Civil Service is dependent on recognition and reward of merit. Mutual respect for each others' problems is essential.

This Committee recommends:

- 1. Review and revision of charter provisions dealing with Civil Service.
- 2. A comprehensive general classification survey of the entire city service.

MRS. CARCLINE M. CHARLES, Chairman ROGER H. NODEN ERNEST J. GREWE



CITY PLANNING

This committee has met with Mr. Paul Opperman, Director of Planning, and his staff, in order to discuss the operations of this department. We were impressed with the tremendous demands made upon this department by all areas of the city.

A principal concern of this department, and one that is of great importance to all citizens, is the new zoning ordinance. This ordinance was in preparation for a number of years and has still not been made into law. It is at present, however, in committee of the Board of Supervisors and should be acted upon within six to twelve months. (The 1956 Grand Jury expressed the same hope.) The city cannot qualify for certain urban renewal funds without the passage of this ordinance.

Previous Grand Jury reports have outlined in detail this department's operations, and this committee decided as a matter of public interest to request the preparation of a special report on projects undertaken, including expenditures for consultants engaged over the period of time involved, since January of 1948. This report gives a picture of the heavy load this department carries and the large sums invested by both the city and outside sources in city planning. For instance, since 1948 \$202,729 was appropriated for consultants, the largest of these for the purpose of drawing up a long-range transportation plan for San Francisco, known as the DeLeuw-Segoe Plan. This was published in November of 1948. In 1956 and 1957 \$45,000 was donated to the City from public spirited business leaders - the Blyth-Zellerbach group-for plans for the redevelopment of the wholesale produce market area. The city in addition contributed a total of \$27,500 for this study.

These plans involving consultants, however, represent only a part of the work carried on by the Department of City Planning with its own staff. It is not possible to do more than list here the plans authorized in 1957 and 1958. The special report of the City Planning Department to the 1957 Grand Jury is in the files and should be referred to for a full picture of the impressive accomplishments of the Department of City Planning over the past ten years.

Interior Greenbelt Project. 1951-1957 Program for implementation of that section of the Recreation and Park Plan for an interior greenbelt of natural-vegetation areas con- slope of Twin Peaks vital necting the presidio with Bay- to the plan.

In January, 1957, the Board of Supervisors appropriated \$175,000 to acquire key properties in Sutro Forest and on the south

April 1956 Local Rapid Transit Studies for San Francisco. Staff work for the Interdepartmental Committee on Transit

view Park.

The Board has appropriated \$68,000 for local transit studies. Result of the Committee's work will be to



(CITY PLANNING - continued)

(Planning, Public Works Municipal Railway, P.U.C. Engin-eering Bureau) has been done by this Department. Reports issued in 1956 and 1957 recommended consultants' survey of specifically-outlined system of local rapid transit routes to supplement Proposed Bay Area interurban rapid transit routes.

establish an outline for consultants' studies for a local transit system when authorized by the Board.

Tangible Results Report or Survey Date

Workable Program for Urban 1955-1956 Renewal. On assignment by the Mayor prepared necessary documentation to secure Federal financial aid.

Qualifies San Francisco to receive urban renewa federal aids.

Planning Area Studies. A con-1955-1957 tinuing program of land use analysis and study of neighborhood conditions and population characteristics from field studies of all of San Francisco's 54 residential neighborhoods, with preliminary proposals for improvements. Zoning Ordinance. Can

Serves as a basis for revision of the Land Us Section of the Master Plan and for programmin capital improvements, and for changes in zoni district maps for the revised Comprehensive be of assistance in U.S Urban Renewal Workable Program.

State Park Priorities Study 1957 Analysis of proposals for State Parks within San Francisco, and Propose priorities. (Requested by the Mayor)

Recommendations adopted by City Planning Commis sion, Recreation and Park Commission and Art Commission and sent to the Mayor and the Board

May 1957

A Preliminary Plan for a Project in the South-of Market Area, Redevelopment Area "D". (Prepared jointly with the staff of the S.F. Redevelopment Agency.) Analysis of blight conditions and redevelopment potential for industrial expansion.

This restudy of the are originally designated l the Board of 1952 resulted in recommended project area much small than previously in force This has been adopted 1 the City Planning Comm: sion and a Federal Play ning Commission and a Federal Planning Advance has been applied for.



(CITY PLANNING - continued)

Fall-1957

Heliport Location in Downtown San Francisco (Report now ready to be printed). Analysis of factors governing heliport location, and recommended sites to serve downtown San Francisco. (Requested by the S.F. Public Utilities Commission) This should help to channel efforts to establish a downtown heliport, without which scheduled passenger-carrying helicopter service to the airport and to Bay Area points would not be possible.

June 1957

A Report on Disposition of Lands of the Silva Tract in Millbrae. Analysis of landuse potential for surplus land of the S.F. Water Department in Millbrae, and proposed land use development plan. (Requested by the S.F. Public Utilities Commission).

Enabling the Water Department to sell its surplus land for uses beneficial to the City of Millbrae in harmony with the city's own landuse plans, and at maximum value for sale of Departmental assets.

Fall 1957

Site Survey for Big League
Baseball Stadium, including
model. (Now under way).
Analysis of site factors for
stadium south of Hunters
Point, and relationship to
overall plans for tidelands
development, expressway
development, and development
of Bayview Park.

Will provide guidance for fitting the proposed big league stadium into an overall comprehensive development plan for the area south of Hunters Point.

0 0 0

This committee commends the Department of City Planning and its Commission for their fine work.

MRS. CAROLINE M. CHARLES, Chairman

ROGER H. NODEN

ERNEST J. GREWE



HOUSING AUTHORITY

No real study of the Housing Authority has been made by the Grand Jury Committee this year, due to the fact that the committee members have had heavy commitments in other areas of interest undertaken by the Grand Jury.

We have discussed the operation of the Authority briefly with Mr. John Beard, its director. There are no projects under way at the present time, but several are in the planning stages, particularly having to do with housing for the aged. No special problems arose during the year, and the operations of the Housing Authority appear to be in good order.

CAROLINE M. CHARLES, Chairman
DR. ARTHUR M. JONCK
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BOARD OF PERMIT APPEALS

Although this Board is not listed separately in the published list of committees of the 1957 Grand Jury, the Grand Jury Committee on "Other Commissions" has given special attention to its operation. This is not only because of recommendations of the 1956 Grand Jury that this be done, but also because the members of the 1957 Grand Jury committee have felt that it is necessary.

The Board of Permit Appeals, consisting of 5 members appointed by the Mayor, and a secretary, was authorized by the City Charter of 1932. It has broad discretionary powers, sometimes calling itself the "poor man's court" of appeal from decisions made, particularly in issuing or denying permits, by various city departments.

The Board may hear appeals, and confine its hearings to the evidence submitted by the respective parties. It may make such further investigation as it may deem necessary; although in practice this is seldom done, according to what has been told this committee by memoers of the Board, and its secretary. This is because the city departments have expert technical advisers who are detailed as liaison men to sit in on all meetings of the Board of Permit Appeals. Thus, when a decision of a city department is over-ruled, it is with the full knowledge of the department's representative. While its decisions are subject to appeal to the courts (and it should be pointed out that such appeals as have been taken have resulted in judgments upholding the Board's decisions) it must be remembered that the factor of additional expense may determine the number of appeals.

The 1957 Grand Jury Committee has met with full courtesy and cooperation from all members of the Board of Permit Appeals, as well as its secretary. It has tried to analyze the reasons why the existence and operation of this Board continues to cause misgiving, on the part of many citizens, inasmuch as its hearings are conducted in a highly ethical manner and it acts in strict conformity with the Charter.

We believe there are several reasons for this:

1. This Board has discretionary powers of great potential. However, the areas with which it deals can be defined, and it is possible that (as in the case of the Retirement Board) its members should represent organizations or bodies experienced in these fields. It does not seem unreasonable that observers of city government should view with some concern, broad, discretionary power not tied to some qualification of personnel. The Board itself might consider stated qualifications for its secretary.



(Board of Permit Appeals - continued)

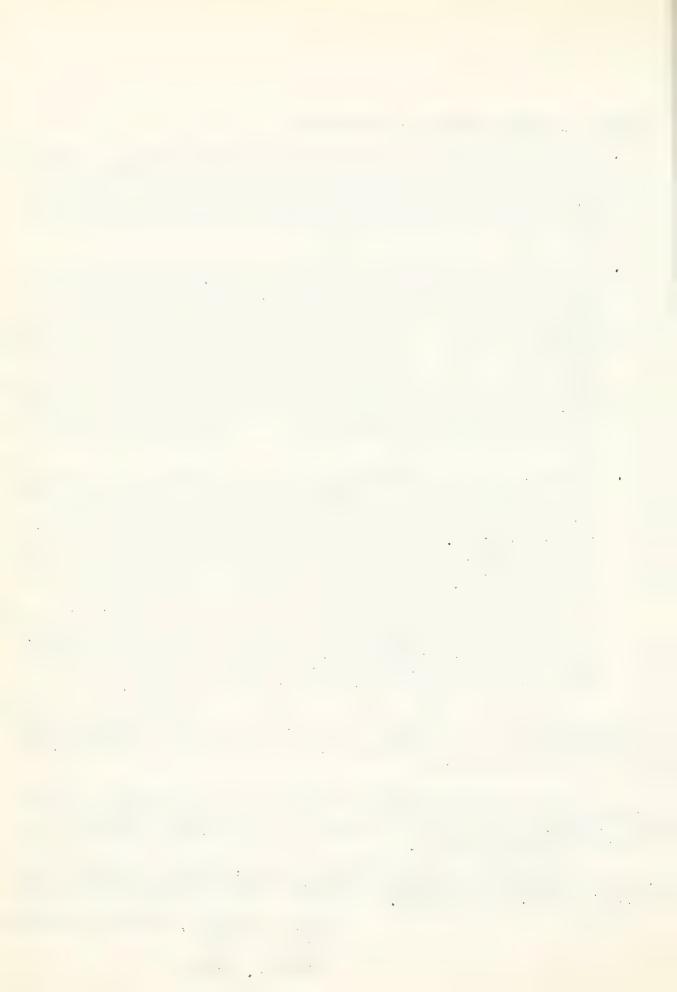
- While a calendar of cases pending is issued weekly, minutes of the Board, which might detail reasons for decisions, are not distributed, as in the case of other city boards. Although it is true that court decisions have indicated that reasons for decisions do not need to be given, such explanations might build public confidence.
- 3. The issuance, or denial, of permits by various city departments is a duty required of them by the city in order to ensure the general safety of the community. While it is pointed out that the enforcement of all rulings by all city departments might work hardships in individual cases (and that avoidance of this is the primary purpose of the Board of Permit Appeals), it would appear that adverse decisions should be fully documented. If, as has been suggested to this committee, many such decisions result from the attempted enforcement of out-moded codes of city departments, it would appear that the departments involved should take such steps as are possible to remedy this situation.
- of Permit Appeals are necessarily broad, the number of cases brought before them, or at least those in which a decision adverse to the city department involved results, should not be on the increase. The position of such a quasi-judiciary body as this Board, is not similar to that of a court dealing with usual cases. Here we have as defendant a city department required and empowered by the citizens to maintain city activities in conformity with rules of health and safety. As plaintiff we have an individual who desires to be an exception to such rules. Everyone recognizes that injustices will appear that should be remedied. However, it is in the public interest that operation of such a Board be viewed in its proper relationship to city government as a whole.

There is no doubt that the Board of Permit Appeals renders necessary service to the city, and that its present personnel have devoted many hours to a difficult task, and are to be commended for their dedicated service.

This committee has attempted to view the position and operation of the Board objectively, and to reflect the concern of many citizens, not so much in regard to its present operation, as to its inherent potential.

It is the recommendation of this committee that the Board of Permit Appeals be assigned in future Grand Juries as a separate subject of study and report.

MRS. CAROLINE M. CHARLES, Chairman ROGER H. NODEN ERNEST J. GREWE



PARKING AUTHORITY

This Committee was invited to meet with the Parking Authority and Mr. Vining Fisher, their very able general manager, at the beginning of the Committee's year on the Grand Jury. This was most informative, for in the two-hour session the Authority helped this Committee to understand the subject and problems of so-called "off-street" parking. Since then the Committee, either in whole or part, has attended five regular meetings of the Authority and has also followed closely their bi-weekly reports.

With the original \$5,000,000 of public funds allotted to the Parking Authority by the 1947 bond issue, well over \$31,000,000 worth of parking facilities have been developed. This seems a commendable record to this Committee and justifies the existence of the Authority in San Francisco. This has been made possible by adhering to and operating under a well thought out "Four-point" program for off-street parking facilities, which is as follows:

First: To stimulate private financing of garages or

parking lots. Failing this

Second: to cooperate with private enterprise by

securing sites for garage construction. Garages eventually to be returned to City

ownership. Failing this

Third: to finance and construct facilities by the

Authority and lease to private operators. Or

Fourth: to build and operate parking facilities.

Several projects are in progress this year, namely; 5th and Mission Street Garage; the experimental 7th and Harrison Street jitney-services parking lot; and the Sutter-Stockton Street Garage.

An extensive survey has been made this year by both City and private engineering firms to ascertain the future parking requirements estimated into the year 1960. This appalling number, based on the survey of the neighborhood districts and downtown areas, has been set at over 42,000 additional parking stalls needed within the next three years.

In line with the above, this Committee wishes to commend at this time the entire Parking Authority and their able staff for their diligence and persistance in working to complete the negotiations for the proposed Civic Center Garage, their Freeway Fringe parking projects and their plans for several district parking lots, namely, Clement St., Forest Hill, Miraloma, and Noe Valley. A continuing review and projected plans for neighborhood districts are still in progress.



(PARKING AUTHORITY - continued)

From the completed parking facilities, which are: St. Mary's Square Garage, Mission-Bartlett Parking Plaza, Civic Center Auto Park, and Lakeside Village Parking Plaza -- these having full or partial use of public land or funds the City has received to date well over \$402,000. in rent, fees, or taxes. This represents a self-supporting parking program.

The Committee would like to recommend at this time that support be given to the increase of parking meter rates; with the additional revenue helping to pay for off-street parking facilities. According to National Research Council's recent survey, many of the major metropolitan cities have already increased their meter rates successfully. The original funds of the Authority are nearly exhausted, and by this means the burden would not be on the taxpayer.

It is further recommended to strengthen the existing City Ordinance that requires that ample parking spaces be provided in all new construction and remodeling wherever possile; and that this ordinance be strictly enforced by the City Agencies.

JEAN S. HAYS, Chairman
PARK BOVYER
PETER GIOVANZANA



TRAFFIC

The traffic of San Francisco poses a problem of major importance to our Police Department in its attempt to keep the flow of vehicles at an even pace throughout the city. No major city of the size of San Francisco could present more complex conditions. This committee feels that the Traffic Division is constantly on the alert to take advantage of the newest ideas and methods of handling this problem.

At their meeting with Capt. Dan Keily and Capt. Ralph Olstead, this committee was shown the workings, aims and ideas of the Traffic Division. These were discussed in detail and it feels that the program, as a whole, is being handled most efficiently. The projects that were of special interest to the committee were the following:

- 1. Emphasis being put on prevention of accidents rather than the congestion of intersections. For this, men have had to be taken from the so-called "fixed-postmen" or street corner directing of traffic to augment the motorcycle division; the value of this being evident in the recent citations of low accident rates for a city of this size.
- 2. Constant review of curbside parking and time zones.
- 3. The continuing drive by Capt. Keily for the increased number of one-way streets. This program has proven most successful in relieving congestion in our narrow streets and angle corners and has proven to have cut down accidents by 50% on the existing one-way streets in San Francisco to date.

At this time the Committee feels that the following recommendations would be in order:

- 1. That the people of San Francisco should be willing to back the one-way street plan where it is deemed advisable by the Traffic Department.
- 2. That Capt. Keily be supported in his proposal of a lower speed limit on the freeways within the city limits. This portion of the state freeway system is patrolled by San Francisco police inspite of the fact that it is under the jurisdiction of the State Highway Division.
 - 3. That no further reduction, and an increase if possible, be made in the number of men allotted to the Traffic Division of the Police Department. This recommendation is made in view of the fact that it has been necessary



(TRAFFIC - continued)

over the past two or three years to cut the number of so-called "fixed-post-men" or street directing of traffic during the peak hours from 73 to 48, in order to fill other divisions. This has been done at a time when traffic is coming into the city in increasing numbers due to the added freeways, area population, etc.

- 4. This Committee recommends stiffer penalties for hit-run drivers.
- 5. It is recommended that more diligence be given by the Police to the illegal and unnecessary double parking of commercial vehicles, especially in the neighborhood districts. This creates a danger to the public, hindering the flow of traffic and making one lane of driving practically unusable.
- 6. In line with the above, this Committee feels a constant review of the parking zones should be made ---with additional yellow zones allotted if needed; and the forcing of commercial vehicles to use them whenever possible.

JEAN S. HAYS, Chairman

PIRK BOVYER

PETER GICVANZANA



OFFICE OF THE SHERIFF

During the past year, several meetings have been held at the office of the Sheriff, Matthew Carberry, and on two separate occasions inspections were made of all jail facilities in San Francisco and at San Bruno, as well as the Civil Department located at City Hall. All institutions appeared to be well-managed and kept in a clean and sanitary condition. In our visits to the jail facilities we were impressed by the high degree of competency and morale of the personnel

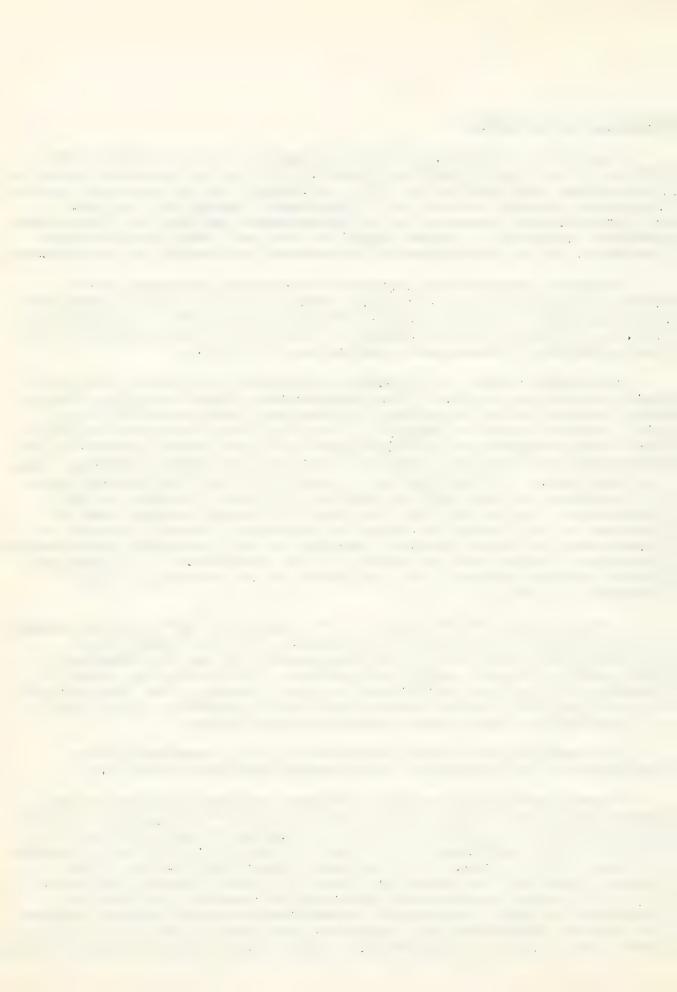
We have learned that the number of inmates received at the County Jail during the fiscal year ending June 30, 1957 amounted to 9,871 compared to 7,379 in the previous fiscal year - an increase of 33.7%. The daily average number of inmates was 834 compared to 673 in the previous fiscal year - an increase of 23.9%.

The total number of custodial personnel (75) at the four jail facilities is as follows: Two superindents, seven captains, fortynine jailers (Men's Division); and two head matrons and fifteen jail matrons (Women's Division). The 1955 Grand Jury and the 1956 Grand Jury recommended the employment of eight extra jailers but no additions have been made except in the present budtet, in which case two were added. We believe it is remarkable that the present quota of personnel has been able to handle this large increase in jail population. We believe that the Sheriff's budget should have an increase of six jailers as early as possible. Sheriff Carberry is planningan In-Service Training program for all personnel, which should strengthen further the efficiency of the department. This program cannot commence without some assistance to an extremely rigid personnel situation.

In our visits to the jail we were impressed by the clean appearance and general attitude of the inmates. Records shown to us indicated that more than 80% of the inmates at the San Bruno Jail were employed in some useful occupation. Aside from the factor of economy, this program offers useful work therapy. The farm program at this facility produced more than 300,000 pounds of edible beef and vegetables, mainly with voluntary prison labor.

The medical and dental services are good, considering the limited staff and equipment. The health record is excellent.

Particular attention this last year has been directed to the community problem of the "common drunk" and/or "alcoholic". In 1955, 44,509 persons were arrested here on a charge of being "Drunk in a Public Place", involving a huge handling tax cost (arresting, transporting, booking, etc.). In the last fiscal year, 38.5% of the inmates committed to county jail were for this offense. In August, 1956, a Citizens Committee on the Study of Alcohol Problems was appointed by Mayor Christopher to work out a rehabilitation program for chronic alcoholics. This committee consists of public officials whose work relates to the problem, and fifteen interested lay citizens.



(OFFICE OF THE SHERIFF - continued)

Sheriff Carberry has been chairman of the committee. A treatment program at county jail in cooperation with the courts, is now operating, on recommendation of this committee. It should be noted that in the first ten months of 1957, the number of persons arrested for being "Drunk in a Public Place" is down to 18,471. For years this figure has exceeded 40,000 annually. It would seem that the committee has been engaged in a most useful and beneficial project for the community. This same committee conducted a three-day conference on alcoholism in September - the first of its kind held in the West, which attracted more than 600 community leaders.

Jail costs in San Francisco are among the lowest in California. Cost of three meals per day totals 33.7cents (low cost due mainly to the farm program and the voluntary labor of inmates). All other costs (including personnel, transportation, clothing, heat, light, etc.) aggregate \$1.35 per inmate per day.

We understand the Sheriff has requested in his budget the employment of at least one storekeeper to account for the huge stores of food, clothing, drugs, and other supplies handled in these institutions. This is needed for reasons of efficiency as well as a protection to the City and County. In our opinion, the volume of work more properly requires the addition of two employments, and we so recommend.

In our visit to the Civil Department, which deals daily with hundreds of lawyers and business men, we noted the courtesy and general efficiency of the office.

Our inquiries regarding the bailiffs assigned to our Superior and Municipal Courts - all of them employees of the Sheriff's Department - confirmed our feeling of the high standard of conduct of those employees.

Sheriff Carberry has had the advantage of training and experience in both law enforcement and business administration, and we feel that he is conducting the office of Sheriff as a businesslike operation in a humane and praiseworthy manner. He is following the practice of his predecessor in returning to the General Fund all fees for transportation and custody of prisoners held for other jurisdictions.

PHILIP DINDIA, Chairman

PETER GIOVANZANA

TERENCE O'SULLIVAN



JUVENILE DEPARTMENT

Juvenile Hall, Log Cabin Ranch and Probation are the three departments constituting the component parts of the Juvenile Department. Your Committee has been in close contact with the operation throughout the year, and hereby submits its final report.

The Juvenile Department of the Superior Court is maintained in the Youth Guidance Center and is presided over by Superior Judge Melvyn I. Cronin. The Judge is to be highly commended for the excellent and humane manner in which he dispatches all of his duties.

Your Committee recognizes the efficiency of all functions for which Chief Juvenile Probation Officer Thomas F. Strycula is responsible. Log Cabin Ranch, while under the jurisdiction of Mr. Strycula, functions under the guidance of Mr. E. Chay, who is to be complimented for its smooth operation.

Work, time and monetary assistance contributed to the Juvenile Department by such organizations as the Volunteer Womens' Auxiliary, Boys Welfare Committee of the Guardsmen, Jackie, Golden Gate Breakfast Club and Child Welfare Committee of the 40 et 8 Societe is of invaluable assistance, and as such should be recognized by the community as a whole. This Jury commends them highly for their efforts.

On September 7, 1957, the Log Cabin Mechanics School, located at Log Cabin Ranch, was dedicated. Its dedication climaxed the realization of an idea conceived by Mr. Elmer Skinner. It was through his concerted efforts that a Citizens Committee was appointed by the Mayor, with Mr. Skinner as chairman, to find ways and means to attain the goal. Public interest aroused by the Committee resulted in the entire project being underwritten and completed at no cost to the City. To Mr. Skinner, the Mayor's Committee, individuals, organizations, firms and others responsible for the success of the undertaking, the Grand Jury extends its sincere congratulations.

(Juvenile Hall)

The over-crowded condition of this department is a matter of grave importance, and one which your Committee believes should be given top priority. Intake referrals have advanced from 4,049 in 1948 to 5,723 in 1956, which, from all indications will be equaled or surpassed this year. For the period January through October 1957 cottages for problem boys, with a capacity for 75, have had an average of 102 under daily care. The highest number under care in any one day was 134. Capacity was exceeded over 100% for the entire period. Problem Girls: Cottage capacity, 35; average under daily care, 40; highest number under care in any one day, 56. Capacity was exceeded 6% of the time. Neglected children: cottage capacity, 85; average under daily care, 83; highest number under care in any one day 121. Capacity was exceeded 39% of the time. It must be remembered



(JUVENILE DEPARTMENT - continued)

that three different classes of children are being dealth with; and that under no circumstances—can children from an over crowded area of one class be accommodated in space which might be available in another class. Cognizant of these conditions, a meeting was called by the Grand Jury, to which all interested parties were invited, for a round table discussion of the problem. As a result, a committee was appointed, including two members of the Grand Jury, to investigate, recommend and report back. This Committee is at the present time endeavoring to arrive at a solution, which, when submitted, will be made an addendum to this report.

It is noted that those of the staff assigned to the cottages as caretakers are all in the same civil service classification. This results in no one person being in charge of the cottage and therefore no single individual can be held responsible for the deportment therein. This should be corrected through reclassification.

The assistant superintendent, on duty at night, still must act as booking officer. He is responsible for the entire plant during his hours of duty, but is unable to give proper attention to all important details due to the necessity of covering the booking desk at all times. It is recommended that this situation be corrected.

Adequate funds should be provided in the budget for clothing and haircuts when needed, as well as necessary recreational supplies.

(Log Cabin Ranch)

The new Recreation Hall has been completed. Recreational equipment was purchased and donated through public subscription. A new dormitory is nearing completion, which will increase the capacity of the Ranch from 50 to 80 boys. It is recommended that work proceed under the Master Plan as rapidly as possible, as most of the old buildings and facilities are in a deplorable condition.

Attention should be given to the road leading from the highway to the Ranch, as in its present condition it constitutes a decided safety hazard.

(Probation Department)

On March 4, 1957 this Grand Jury adopted and passed on for processing a resolution requesting additional probation officers to service the increased population and subsequent case load now being experienced. Based on standards established by the National Probation and Parole Association, the caseload per officer, in order to service each individual case properly, has been set at 50. As of October 31, 1957 the caseload of juvenile probation officers of this City were as follows: Problem Boys, 95; Problem Girls, 61; Neglect, 100. No increase in the Probation Officer Staff has been granted



(JUVENILE DEPARTMENT - continued)

since 1948, although intake referrals have increased over 41%. The resolution as submitted was approved by the Mayor but the additional positions requested were not granted in the budget as finally recommended by the Finance Committee of the Board of Supervisors. It is strongly recommended that further action be taken by the 1958 Grand Jury to correct this situation.

WM. A. STRACHAN, Chairman

LEONA SKINNER

PETER LALLAS

LESTER E. WEAVER



REDEVELOPMENT AGENCY

The Redevelopment Committee presents its annual report as concerns the Redevelopment Agency.

The Redevelopment Agency of the City and County of San Francisco was first organized on October 4, 1948 and has been carrying on its duties since that date. This Agency is under the direction of five members nominated by the Mayor and confirmed by the Board of Supervisors. The Agency has as its Chairman, J. L. Alioto; Vice-Chairman, Lawrence Palacios; Secretary, M. C. Herman, and a full time Agency Director, Eugene J. Riordan.

The Redevelopment Agency Committee of the 1957 Grand Jury has been kept up to date by attending the Agency's meetings and receipt of reports of weekly and special meetings.

At the beginning of this Committee's term, the Agency board members were as follows: Chairman, Joseph L. Alioto; Vice-Chairman, Lawrence Palacios; Dr. J. Joseph Hayes, John W. Mailliard, III, and Sydney G. Walton. On May 14, 1957 Mr. Mailliard was replaced by Roy N. Buell and on August 27, 1957 Dr. Hayes, whose term had expired after serving nine years on the Board, was replaced by J. L. Merrill.

The Agency was primarily organized, as this Committee understands the problem, to clear San Francisco of its slums and neighborhood blight—the word "blight" being used reservedly. The projects considered most important are the Western Addition, Area A (85 acres); Diamond Heights, Area B (324 acres) and Area E, Golden Gateway, (28 blocks).

Area A, or the Western Addition, was ruled on August 2, 1958 by the Board of Supervisors as being so-called "blighted"; Area B, Diamond Heights, in July 1950; Area D, South Market, on August 30, 1953 and Area E, Golden Gateway, on February 21, 1955.

There has been severe criticism from the local newspapers, as well as others, interested in the progress of such projects and in some instances undoubtedly such criticism is in order, but the Committee feels that, because of Governmental regulations and red tape, the Agency has had problems not solely their fault.

Area A - Western Addition

The Western Addition, as of recent date, appears to have been given the impetus that is hoped will bring about a steady improvement in progress, by the appointment of Colonel Potts who was selected by the Mayor as full time coordinator.

On December 5, 1956, the Federal Government extended to the Agency a contract that provided for a loan in the amount of approximately \$16,700,000.00 and a grant amount of approximately



(Redevelopment Agency - continued)

\$8,500,000.00. As a result of this money, a second appraisal of all property anticipated being acquired in the area was started. It was hoped that by the latter part of 1957 enough property will be acquired on the North Side of Geary Street to allow an early start of the underpass on Geary Street between Webster and Steiner Streets. The owners of the property in this area appeared to be well satisfied, as approximately 90% of them agreed to the plan of sale.

The Agency is proceeding to secure up-to-date information needed in making an analysis of what the occupants need in future housing and moving expenses. In the same manner, the Agency, through this survey, is able to inform all residents and businesses about the project and how they will eventually be affected.

Area B - Diamond Heights

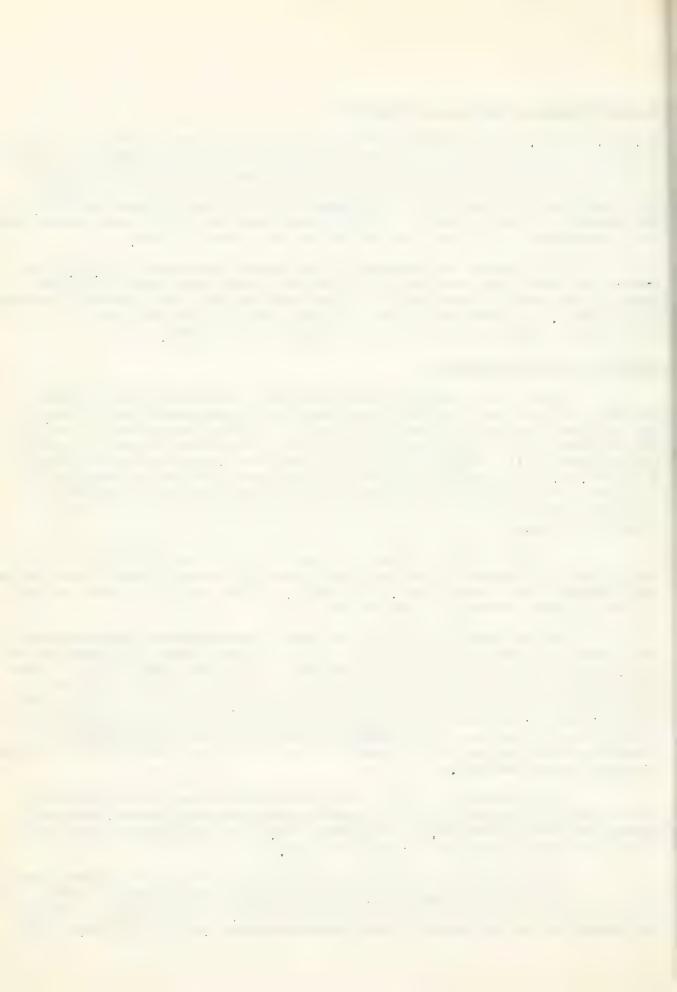
One of the biggest problems that confronted the Diamond Heights Project was recently overcome when a Superior Court jury, in the latter part of November, finally settled the price to be paid for 74 lots at a figure of \$137,860.00. The Redevelopment Agency had offered Atlas Realty \$87,000.00, whereas Atlas Realty had asked \$152,000.00. It was the first of 40 condemnation suits brought by the City to acquire 300 lots and, as this was the key suit, it is felt the purchase of all other lots should go without any further legal problems.

In this Development, the Agency will take all of the property, lay out contour streets, plan shopping areas, homes, apartments and recreational areas for 7,000 people. The land will then be sold to the highest bidder at public auction.

As of June 30, 1957, the Agency had acquired approximately 300 parcels which is about 50% of the privately owned property to be purchased. The remaining 50% is owned by various individuals, firms and estates which should now, as a result of the recent suit, be acquired without too many legal complications. As of July 30, 1957, 31 improved properties had been purchased and 90% of the people have moved from the area. With this movement there are relatively few families left on the project and it is anticipated they will be moved without undue hardship.

On October 15, 1957, a further step forward was taken by the Agency in the sale of the Agency's preliminary loan notes for approximately \$5,000,000.00; Salomon Bros. and Hutzler of New York City, New York, being the lowest bidders.

The latest hope is that by the middle of 1958, eight years since the project was conceived, the land will be cleared, paved, and piped and ready for sale, including house, apartment, school, and store sites which will serve approximately 2,200 families. It



(Redevelopment Agency - continued)

is anticipated that most of the \$8,000,000.00 cost of this project will be recovered when the developed land is sold.

Area E - Golden Gateway

The Produce Market area is now being appraised and should be completed, the Agency hopes, in the middle part of February 1958. This appraisal is of the property only and does not take into consideration machinery and equipment within the buildings. As this information will also be needed, the Board of Supervisors is being asked to appropriate \$37,500.00 for such appraisal. Due to the Federal Government's rules and red tape, again this area has been stymied until they change the rule on how much of the area must be residential to qualify it for Federal aid.

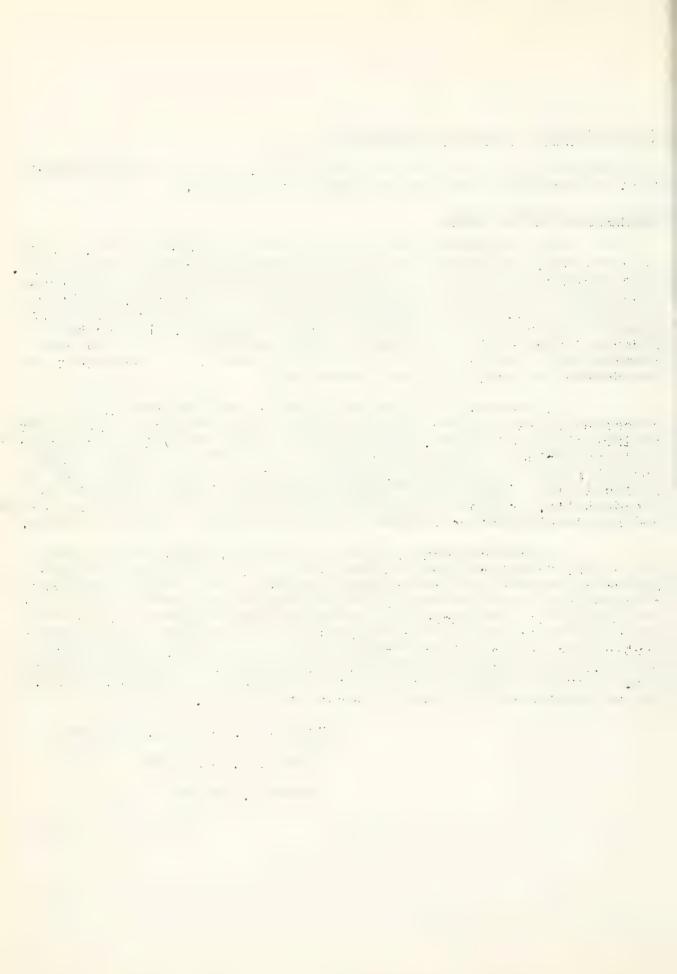
It appears to be the consensus of opinion that San Francisco is lagging far behind any United States city in its fight against slums and blight. However, the City's redevelopment projects, including Golden Gateway and Diamond Heights, are among the best, and after they are completed, it is felt they will be comparable to Philadelphia's "Penn Center" and Pittsburgh's "Golden Triangle"-- incidentally, both being private redevelopments. Sacramento, Oakland and Los Angeles are well ahead of San Francisco in these endeavors.

As redevelopment is such a tremendous undertaking, this Grand Jury Committee does not feel that it is qualified to either praise or condemn the Redevelopment Agency. It is this Committee's sincere hope, now that many of the obstacles have been removed, that the Agency will be allowed to proceed at a rapid pace. It is also the Committee's feeling the Citizen's Committee should be allowed to participate with complete cooperation of the Agency, as they have been allowed to do in Pittsburgh, Philadelphia, and Oakland, California. Private enterprise should also be given as much participation in the development of these projects as possible.

CHARLES J. SCOLLIN, Chairman

WILLIAM A. STRACHAN

LESTER E. WEAVER



MAYOR

George Christopher has been serving the City of San Francisco as Mayor for the past two years. We consider his major accomplishments during this period to be the following:

North Beach Library

After fifteen years of fruitless searching and bickering for a site for a branch of the Public Library in the North Beach area, Mayor Christopher held conferences with the Recreation and Park Commission and the Library Commission and effected a compromise in order to construct this long needed library facility within the confines of the North Beach Playground area. This library is now under construction.

Palace of Fine Arts

Actively supported legislation to apportion two million dollars from the State Division of Beaches and Parks' Tideland Oil Funds for the rehabilitation of the Palace of Fine Arts. This is another long standing problem on the way to solution.

Alcoholic Rehabilitation

Spearheaded the creation of a Committee for Study of the Alcoholic Problem, Sheriff Matthew Carberry, Chairman, which resulted in the establishment of an alcoholic rehabilitation center at the Hassler Health Home, Redwood City. As a part of this program, one of the largest conferences on alcoholism was held in San Francisco to discuss this problem, which was attended by outstanding authorities.

San Francisco-San Mateo County

Established a committee to discuss mutual problems of San Francisco and San Mateo Counties. This committee meets regularly to insure the greater progress of both counties. This program is intended to end long standing controversies between the two counties.

Parking

By frequent meetings with the Parking Authority, spurred the development of new parking sites, in particular Fifth and Mission and Sutter and Stockton garages. At the present time, the Mayor is working with the Parking Authority on the proposed Civic Center underground garage.

Log Cabin Ranch for Boys

Through the appointment of a committee, headed by Mr. Elmer Skinner, the construction of a mechanics school building at the Log

MAYOR - continued)

Cabin Ranch for Boys was realized at no cost to the taxpayers.

Municipal Railway

The Mayor gave support to the efforts of the Public Utilities Commission to negotiate for the leasing of 66 new President-type modern street cars, some of which have arrived and are replacing present obsolete equipment.

Civic Center Exhibit Hall

Through his monthly cabinet meetings, the Mayor has been constantly on the alert to expedite the construction of the Civic Center Exhibit Hall, now over 70% finished. Its completion is assured for March 1958, in time to accommodate the School Administrators Convention, as well as other major conventions to be held in San Francisco. This Exhibit Hall will make possible the attraction of major conventions and exhibits of national importance to San Francisco.

Major League Baseball

Through his untiring efforts and many conferences with major league interests, the New York Giants sought and received permission to transfer their franchise to San Francisco, thus assuring the citizens of the Bay Area major league baseball. The five million dollar bond issue, passage of which was vigorously supported by the Mayor, who was then a member of the Board of Supervisors in 1954, will now be utilized for the construction of a stadium to accommodate the San Francisco Giants as well as many other events.

Police Department

To insure greater efficiency in the Police Department, the Mayor has, through his Police Commission, engaged Mr. Bruce Smith, nationally recognized police authority, to conduct a survey of the present organization of the department for the purpose of increasing the efficiency of this vital branch of city government.

Narcotics

Urged closer liaison by federal, state and local officials to combat the serious problem of narcotcis. The Mayor has given immediate endorsement and support to the endeavors of the special Narcotics Investigation Committee of the Grand Jury in its intensified study of the vicious narcotics problem.

World's Fair

Proposed that a World's Fair be held in San Francisco during

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(MAY JR - continued)

1962, and initiated steps to obtain permission from the International Bureau of Exhibitions to hold such a fair. An advisory committee has been appointed.

Crusade for Freedom

Was appointed by Crusade for Freedom, Inc. to head a delegation which inspected Radio Free Europe facilities, and the Mayor actively participated in the organization's program as spokesman for the group.

Budgets

Initiated a business-like approach to the problem of financing yearly expenditures of city government, which included systematic inclusion of moneys for necessary repairs to public buildings, preventing further deterioration and more costly rehabilitation. The big backlog of repair work required is being caught up.

Libraries

Encouraged the inclusion of sufficient funds for branch library expansion and approved the purchase of a mobile branch library for outlying areas, thus serving more people at less cost.

Hall of Justice

Initiated and supported a bond issue for the construction of a modern Hall of Justice to supplant the outmoded and inadequate quarters now occupied.

Federal Office Building

By personal visits to Washington, D. C. and upon conferring with Mr. Franklin G. Floete, Administrator of the General Services Administration, received definite assurance that funds would be made available for construction of the largest federal building west of Chicago. Funds for the purchase of land have been made available and negotiations are now underway to acquire the block bounded by Golden Gate Avenue and Polk, Turk and Larkin Streets, San Francisco. Mr. Floete himself has stated that this grant is due to Mayor Christopher's persistence.

Port of San Francisco

Cooperated with the Port Authority in submitting a proposed fifty million dollar revenue bond issue for the rehabilitation of the port of San Francisco. The Mayor will appoint a statewide committee to assure passage of the bonds next year.



(MAYOR - continued)

San Francisco International Airport

With the successful passage of the 1956 twenty-five million dollar Airport Improvement Bonds, urged the Public Utilities Commission and the Board of Supervisors to meet with officials of the air lines to discuss increase in rates and fees in order to bring about an early amortization of the bonds.

Schools

Actively supported the successful passage of the 1956 School Improvement Bonds in the amount of twenty-seven million dollars to provide adequate school facilities for San Francisco's rapidly growing population.

Rapid Transit District

Mayor Christopher spearheaded the formation of the Bay Area Rapid Transit District. San Mateo County was reluctant to be included, but after numerous phone calls and conferences with civic officials of San Mateo County, they have decided to become a member of the Bay Area Rapid Transit District.

Urban Renewal

In order to co-ordinate the various agencies concerned with urban renewal the Mayor appointed an Urban Renewal Co-ordinator, as a first step for Federal approval of a "workable program" to eradicate slum areas and improve neighborhoods within the City of San Francisco.

Bureau of Commerce

Proposed the establishment of a Bureau of Commerce to sponsor festivals such as Chinese New Year and other city celebrations, to attract visitors and tourists alike.

Non-Stop Air Service

Proposed and encouraged various airlines to add additional and new non-stop air service between San Francisco and principal cities of the United States as well as foreign nations.

Small Boats Harbor

Appointed a Special Citizens Committee for the purpose of seeking state funds for the development and enlargement of small craft facilities for San Francisco.



(MAYOR - continued)

Cabinet Meetings

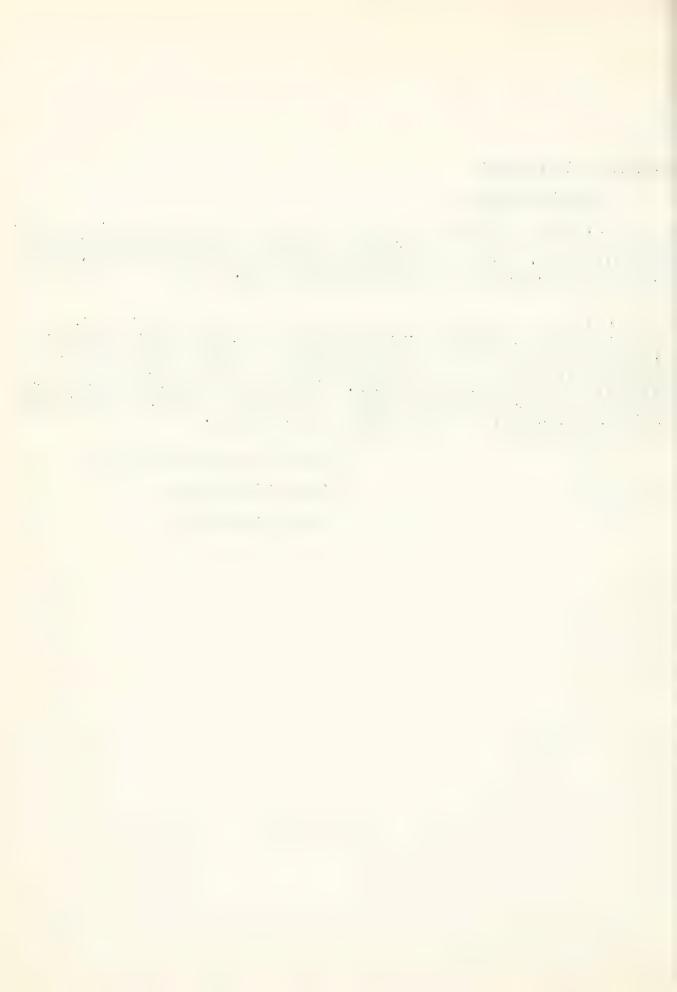
Initiated a system of cabinet meetings, which bring all department heads together in one room to discuss problems and solve them expeditiously. Eliminates tedious letter writing and delays. This has expedited much work and saved great sums.

Because San Francisco is a great port city, gateway to the Orient, and so well and favorably known around the world, its Mayor is more in the public eye than the mayors of most less prominent American cities, and we feel that he has represented us in a dignified and responsible manner. The entire Grand Jury agrees that Mayor Christopher has been honest and diligent and has devoted himself unsparingly to the discharge of his duties.

LESTER E. WEAVER, Chairman

MRS. LEONA SKINNER

HAROLD HOTCHNER



ASSESSOR

This Committee has conferred with ASSESSOR RUSSELL L. WOLDEN and the division and administrative chiefs of his office.

The work of the Assessor's office includes the locating, valuing, and enrolling of all legally assessable property in the county.

The Assessor's work is reflected in the assessment roll which this year, for the first time, topped the two billion dollar mark, surpassing last year's roll by \$100,737,796 in assessed valuations. Continuous land valuation studies were supplemented by a specialized project covering all industrial property South of Army Street and East of Bayshore Boulevard. This study, plus the rising land values of the lower Market Street area, accounts for the major part of the two million dollar increase in land assessments for this year. The building values of the City increased more than sixteen million dollars in assessed values over those for the prior year. Equity in the assessments of Assessor Wolden and his staff is somewhat proven in the fact that approximately one half million assessments were made with only twenty-three complaints filed with the County Board of Equalization.

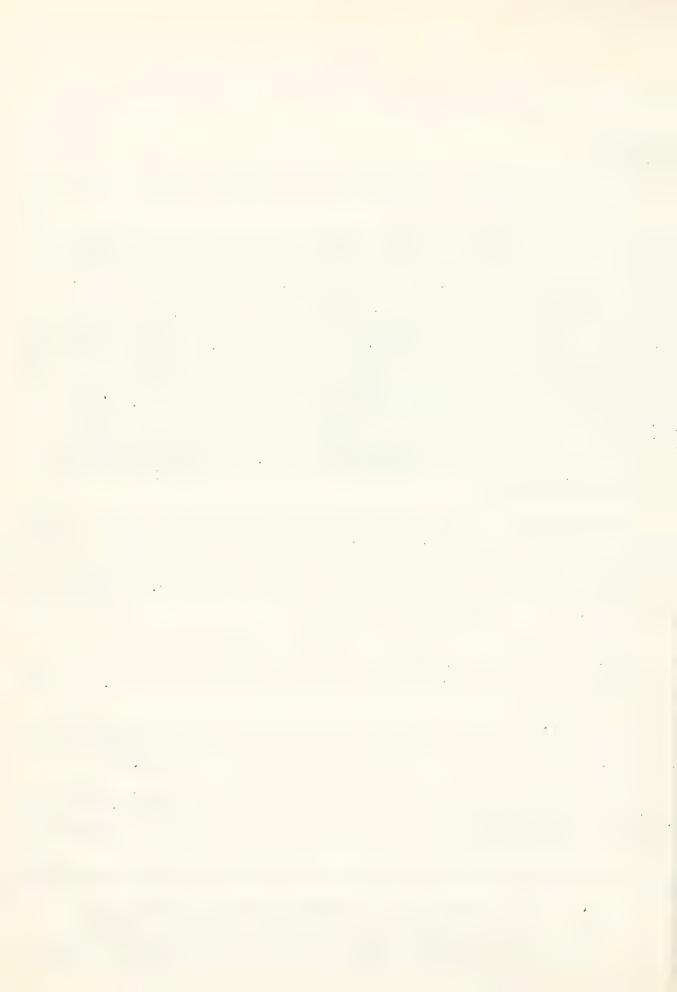
San Francisco faces a critical situation so far as the tax base of the City and County is concerned. Two areas must be considered. First the area of taxability of real property, and secondly, personal property assessments. Taking this in order, the major problem in the assessment of real estate, as has been pointed out by Mr. Wolden, is that due to State and Federal Government use of land, only 46% of the land area of San Francisco is taxable.

This Committee compliments Assessor Wolden on initiating a program of out-of-state audits of firms doing business in San Francisco, but whose headquarters are located in other states. This has accomplished two results:

- (a) Out-of-state firms doing business in San Francisco are carrying their fair share of the local tax burden, and, assessment-wise, enjoy no competitive advantage over local firms.
- (b) These audits have, over the years, brought approximately one million dollars of additional tax revenue to the City and County of San Francisco at an overall cost of \$24,000 for expenses of the traveling auditors.

The studies of this Committee lead to the following conclusions:

1. The budget of the Assessor should be given most careful study and attention by the Mayor and the Board of Supervisors in considering his request for additional technicians, such as land appraisers, building appraisers and property auditors.



(Assessor - Continued)

- 2. We are informed that two percent of the total property tax levied is almost universally conceded to be a reasonable amount for the operational costs of a modern Assessor's office. The San Francisco office operates at less than two per cent. The Assessor and his staff are to be complimented for their efficiency.
- 3. Extreme diligence must continue to be exercised by the Assessor in constant review of the taxable property, especially the real property in this City and County.
- 4. The Committee is aware of the fact that the Assessor has from time to time recommended that attention be given by the authorities to gain a release of a portion of the Federal Presidio property to the City and County of San Francisco, and it recommends that the Assessor continue his study of this problem and that he submit to the 1958 Grand Jury a complete statistical study of this matter, including his recommendation for action.

The Committee thanks the Assessor, Mr. Wolden, and his staff for their courtesy and cooperation and their willingness to supply information.

LEONA SKINNER, Chairman

E. WALTER MC CARTHY

PHILIP DINDIA



DISTRICT ATTORNEY; CITY ATTORNEY; PUBLIC DEFENDER

District Attorney

The various divisions of the Office of the District Attorney with one exception, are housed under a single roof at 617 Montgomery Street. The first floor is primarily devoted to the Bureau of Family Relations and the Aid to Needy Children Division; the Complaint and Municipal Court divisions are on the second floor, and on the third and fourth floors are the Superior Court, Reciprocal Aid and Fraud divisions, as well as numerous other miscellaneous segments of the office. The Juvenile Court division is located at the Youth Guidance Center, 375 Woodside Avenue.

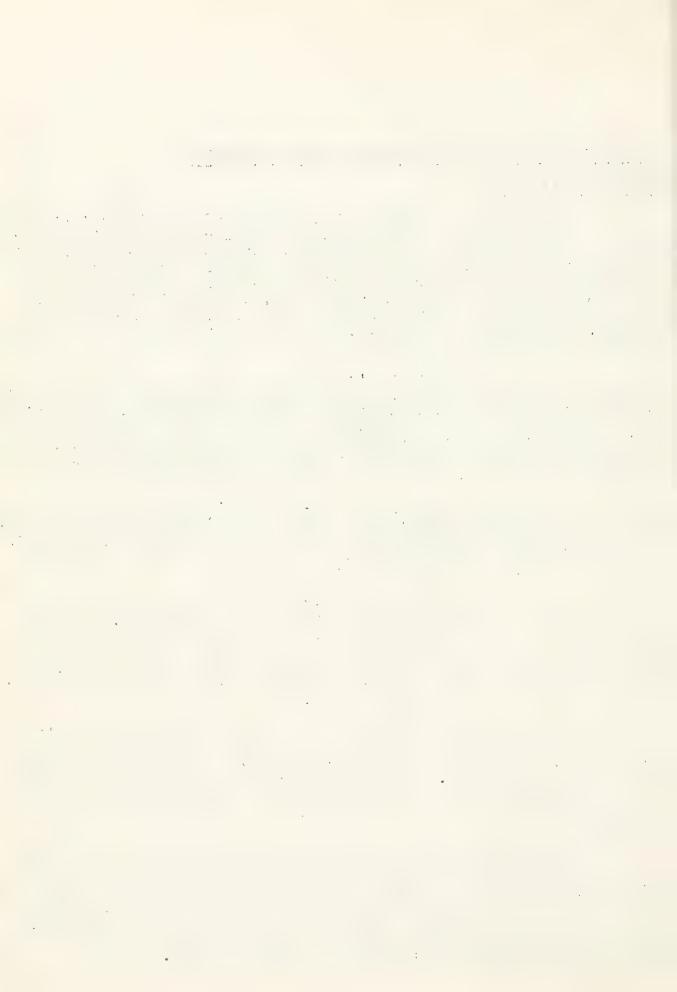
The District Attorney's office will move to the new Hall of Justice at Seventh and Bryant Streets when construction of that building is completed in 1961. Since the criminal courts and all criminal law enforcement agencies of San Francisco will be under one roof at this new location, and in a modern, carefully planned building, it is reasonable to assume that greater efficiency and closer cooperation should be the result.

During the fiscal year 1956-57 the District Attorney reports that in the Municipal Court his office prepared and filed 50,377 complaints, as compared with 39,565 for the previous fiscal year. This increase is due in part to the present Police Department policy of booking and having every drunk arrest in court.

In the same fiscal year, 1183 defendants came into the Superior Court by certification, information or indictment. Of this number 1036 were convicted after trial or entered pleas of guilty, resulting in a conviction figure of 87.5%. There were 152 jury trials as compared with 91 for the prior year; and there were 159 court trials as compared with 133 non-jury trials for the prior year. making a total of 311 as against 224.

The District Attorney's office has many important functions other than those commonly considered as coming under the heading of prosecutor. One of these is performed by the Aid to Needy Children Investigation Division. This division has been maintained since 1951 to investigate all cases where Aid to Needy Children funds have been granted and to explore the suitability of prosecution as a means of support.

Your Committee is impressed by the vast sums of money paid out in Aid to Needy Children benefits in California, and feels that it is imperative that diligent action be taken against absconding parents and those who are wrongfully receiving aid. For this reason we are pleased to note that the District Attorney has accepted his full responsibility in this matter, and has been able to effect a saving estimated at over half a million dollars a year.



(District Attorney - continued)

Grand Juries in the past have recommended that an investigative staff be provided for the District Attorney's office, as is generally the practice in major district attorneys' offices throughout the country. We believe this to be necessary for adequate law enforcement, and therefore recommend that such a staff be authorized.

Your Committee has had many opportunities to observe members of the District Attorney's staff in action, and we wish to congratulate Mr. Thomas C. Lynch, our District Attorney, on the intelligent and efficient manner in which the work of this office is conducted. We also wish to compliment Mr. Norman Elkington, Chief Assistant District Attorney, on the competent manner in which he has presented cases to this Grand Jury.

City Attorney

The City Attorney, Mr. Dion R. Holm, is the chief civil legal officer of the City and County of San Francisco, and as such represents the City and County in all litigation in which it is involved. At the present time, on the average, 2.71 cases are being filed per court day in which the City and County is either plaintiff or defendant. There are now approximately 1,500 cases awaiting trial and the backlog is increasing.

In addition to the trial work, the duties of the City Attorney include the following:

- 1. Representing the various municipal departments, including the Public Utilities Commission and all departments under that Commission, which includes the Airport, Water Department, Hetch Hetchy System, Municipal Railway, and the Bureau of Light, Heat and Power, the Department of Public Works, the Health Department, the Recreation-Park Department, the Redevelopment Agency, and the Parking Authority.
- 2. The preparation of all bond issues involving the City and County of San Francisco and the Unified School District, and the preparation and approval of all contracts and of all ordinances and resolutions of the Board of Supervisors.
- 3. Advising the Mayor, all elective officials, appointed commissioners, and heads of departments on legal matters.

The above summery, while not in detail, gives some idea of the multiplicity of legal matters handled by this office. Under date of September 13, 1957 City Attorney Holm submitted to Mayor Christopher his report describing the activities of his office for the fiscal year ending June 30, 1957, a copy of which has been made available to your Committee. The detail of this report gives the reader an appreciation of the increase in the work of the office, both in



(City Attorney - continued)

the volume of matters handled and in the growing complexity of the legal problems confronting the City in carrying out its governmental and proprietary functions.

Despite the importance of the work of this office, it has been pointed out by grand juries for a number of years that the quarters assigned to the City Attorney in the City Hall are inadequate and the staff insufficient to properly attend to the increasing work load.

As an attempt to solve the space problem, a portion of a hallway has been blocked off on the entire southeast portion of the second floor of the building to provide space for office and library facilities. The reception room, telephone exchange and desks for law clerks are located in a part of this hallway, while the desks of four stenographers and the librarian, and the library itself, fill the balance of the area. The library serves as a corridor to about half of the offices, and also is used as a waiting room for prospective witnesses who are waiting to testify in court. Ventilation of this converted hallway area is inadequate, and there is no satisfactory means of temperature control.

At least nine attorneys have no private offices, and the offices of many of the attorneys can be reached only by passing through the offices of other attorneys. The main stenographic room, which houses seven stenographers, is far too small for this number of employees.

Your Committee feels that the City and County of San Francisco is fortunate to have as its City Attorney a man with the outstanding qualifications of Mr. Dion Holm. To assist him in the discharge of the heavy responsibilities of his office, we wish to recommend:

- 1. That steps be taken without further delay to furnish this office with more adequate quarters.
- 2. That consideration be given to increasing the professional and clerical staff.

Public Defender

The offices of the Public Defender are presently located at 700 Montgomery Street. Although in the opinion of your Committee the quarters are not entirely adequate, we are pleased to note that excellent provision is being made for this department in the new Hall of Justice, scheduled for completion in 1961.



(Public Defender - continued)

The office consists of the following personnel:

Public Defender

Chief Deputy Public Defender

Three senior attorneys handling felony cases in

the Superior Court

Three junior attorneys handling misdemeanor cases and preliminary hearings of felony cases in the Municipal Court

One investigator

One legal stenographer

One general clerk-stenographer

Your Committee is pleased to note that of the election held on November 5, 1957 the voters authorized a confidential secretary for the Public Defender. This change will be accomplished by reclassification, and will not add another employee to the staff. However, it is a decided step forward and should result in greater efficiency.

The work handled by this office is growing. For the fiscal year ending June 30, 1957 there was an increase in the felony case load over the preceding year, and an increase of over 100% in misdemaner cases. This office has represented indigents in misdemeaner cases only since February 1955. During the last fiscal year six appeals were filed - one in the Suprema Court and five in the District Court of Appeal.

A continuing effort is being made to improve the system of record keeping, and this should result not only in more complete records, but also in a saving of time required for this work.

Your Committee feels that the Public Defender, Mr. Edward T. Mancusc, and his staff are to be commended on their sincere efforts to see that all indigent defendants in criminal actions receive every protection of the law to which they are justly entitled.

DARRELL W. DALY, Chairman

PUTER GIOVANZANA

LEONA SKINNER



REAL ESTATE: SEALER OF WEIGHTS AND MEASURES

Real Estate Department

Under the City Charter, the Director of Property, a civil service appointee, is the head of the Real Estate Department. Mr. Philip L. Rezos is the present Director of Property.

The Department is in charge of purchases and leases of real property and improvements required for all City and County purposes, and the sale or lease of real property owned by the City. It makes appraisals on all property acquired, and acts as agent for other City Departments in real estate matters.

During the fiscal year ending June 30, 1957:

Rentals received from leased City-owned

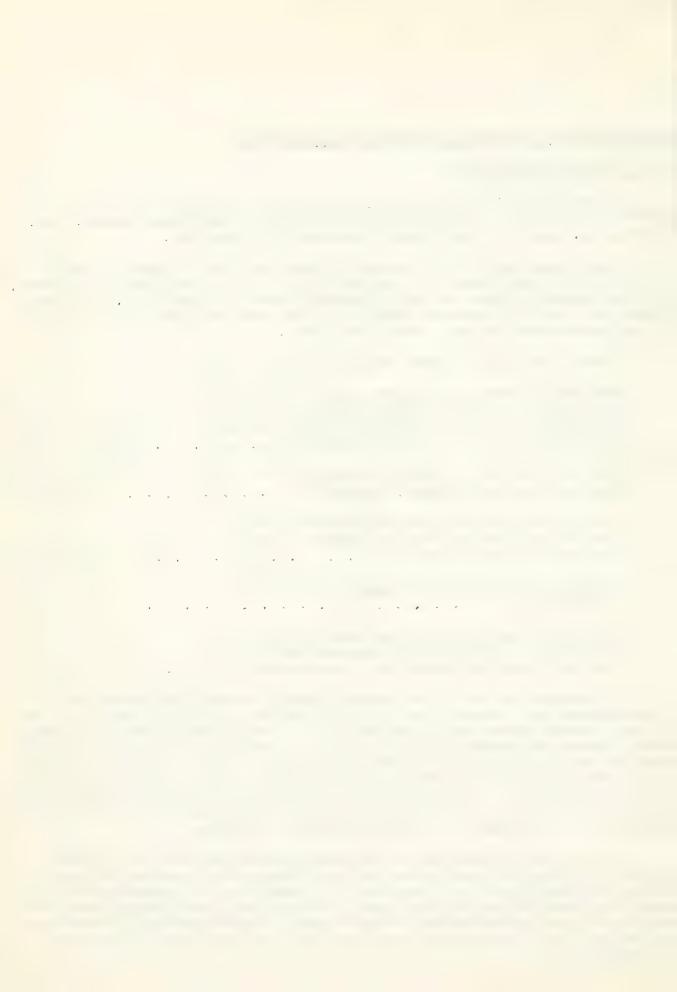
property were . . .

Appraisals made for the various City Departments, including the Parking Authority and the Board of Education, approximately 10,000,000.00

567,422.96

In connection with the Redevelopment program, the Board of Supervisors has decreed that all real estate appraisals made for the Redevelopment Agency shall be subject to review and approval by the Real Estate Department. This office has had under permanent assignment to the Redevelopment Agency one Senior Right of Way Agent and one Right of Way Agent, who have been engaged in review of appraisals and negotiations. We believe that their work, which has been under the close scrutiny of the Director of Property, has been of invaluable help in the progress of the Redevelopment program.

It is also a function of the Real Estate Department, at the request of the Board of Supervisors sitting as a Board of Equalization, to investigate applications for reduction in assessments and make recommendations to the Board. During the past fiscal year, 24 applications for reduction in assessments were investigated and reported on, and there were three applications involving possessory interest.



(Real Estate: Sealer of Weights and Measures - continued)

On behalf of the Public Utilities Commission, the Real Estate Department has devoted a great deal of time and effort in the negotiations for the leases of airport lands for some of the major air line companies, including United Air Lines and Pan American, although only one lease has proceeded to final execution. A number of other leases have been substantially agreed upon and only the final details remain to be completed.

During the fiscal year, the Director of Property reported to the Mayor and prepared legislation on two jurisdictional transfers of real property between the different City departments, and investigated and prepared legislation on 13 street vacation proceedings.

The Director of Property directs the activities of the Civic Auditorium, for which the City received a total annual return during the last fiscal year of \$136,765.28.

A new Exhibit Hall, financed by a \$3,275,000 bond issue, is being constructed. This also will be under the jurisdiction of the Director of Property.

The personnel of the Real Estate Department is as follows:

Main Office:

Director of Property

Assistant Director of Property

2 Senior Right of Way Agents 8 Right of Way Agents

1 Draftsman

1 Chief Clerk

1 General Clerk 3 Stenographers

Civic Auditorium:

Superintendent

Assistant Superintendent

1 General Clerk Stenographer

1 Electrician

1 Carpenter

1 Painter

1 Working Foreman Janitor

8 Janitors

1 Elevator Operator

3 Watchmen

1 Operating Engineer

Carpenters (part time, as needed)

Dressing Room Maids (part time, as needed)

In general, the operations of the Real Estate Department are satisfactory under the present work load. However, the coming years will undoubtedly require expansion. The provision mentioned above, ir which the Board of Supervisors voted that all independent real



(Real Estate Department: Sealer of Weights and Measures - continued)

estate appraisals made for the Redevelopment Agency shall be subject to review and approval by the Real Estate Department, will probably require an expanded force.

Due to pressure for additional office space in the City Hall, it became necessary on August 1, 1957 to move the Real Estate Department office to the Civic Auditorium. This relocation has worked out somewhat better than was anticipated, although there is considerable inconvenience due to the physical separation from the City Hall. It is hoped that it will be possible in the near future to move back, either into the City Hall or into a City office building where the work of the office can be prosecuted more efficiently and conveniently in close physical proximity to other departments, particularly the Assessor, City Attorney, Recorder, Department of Public Works, and others.

With the probable expansion of the City real estate activities, additional office and stenographic help will be required, together with the necessary desks, typewriters, and other office equipment to accommodate the new people.

As a matter of information, it is pointed out that during the last year or two there has been almost a complete turnover of Real Estate Department personnel due to retirements at the top levels. The Chief Clerk and six Right of Way Agents have had less than one year's service with the Department as of the start of the fiscal year, July 1, 1956. In spite of this handicap, we believe that the operations of the Department have been generally satisfactory. We believe that the operations of the Department should work out somewhat more smoothly in the coming years.

Civic Auditorium

The Civic Auditorium continues to be a major problem due primarily to the fact that the building is more than 40 years old and is critically in need of major repairs and renovation. The problem is further complicated because it is generally felt that the building should be converted to conform more nearly to the requirements of a convention center, which means the conversion of the upper floors into meeting rooms of varying capacity. A further complication is the fact that due to the urgent need for more City Hall office space, various departments, including the Real Estate Department, are being moved into the building, which is a use contrary to the building's primary function.

Regarding the condition of the building, a case in point is the Main Arena canopy, which has been condemned by the Fire Department and which is about to be removed as a fire hazard. The removal of the canopy is listed as critical and funds have been provided for its removal; however, no substitute remedy is planned at the moment



(Real Estate: Sealer of Weights and Measures - continued)

and the unsightly roof beams will be exposed to view, which will aggravate an already undesirable condition. At present, a study is being made through the Department of Public Works which will give some guidance to future plans for the building. The necessary major renovation will undoubtedly require a bond issue.

We outline the above problems admittedly with no recommendations for future action, but if the Civic Auditorium and the proposed Civic Center Exhibit Hall, which is scheduled for completion next year, are to provide the type of convention facility which we believe San Francisco deserves, we strongly recommend that refurbishing of the Civic Auditorium be given top priority.

Weights and Measures

This department, under the supervision of Mr. O. C. Skinner, Jr. the Sealer, performs a valuable public service in safeguarding the accuracy of all measuring devices used in the City and County.

The present equipment, with one notable exception, is adequate to perform the functions of this department efficiently.

However, the City has no meter-testing unit to test wholesale petroleum meters and liquid-carrying tanks.

It is a requirement of the State law for the City Sealer to test meters and tanks.

Section 12212 of the Business and Professions Code provides:

"Each sealer shall, at least once in each year, or as much oftener as he deems necessary, see that weights, measures and all weighing and measuring apparatus, used in his county are correct."

Section 12500 (b) reads as follows:

"'Measuring instrument' means any device, contrivance, apparatus, or instrument used, or designed to be used, for ascertaining measure and includes any tool, appliance, or accessory used or connected therewith."

The importance of providing the Sealer with the necessary equipment so he may comply with the State Law has been recognized by a number of previous Grand Juries.

The cost of the necessary equipment is approximately \$20,000.00

Only 13 other California counties are not now furnishing legal



(Real Estate: Sealer of Weights and Measures - continued)

meter testing, and of these 13, only San Luis Obispo (population 51,417) and Imperial County (population 62,975) have a population of more than 50,000.

Where the basis of settlement between the buyer and seller is the volume as determined by the vehicle tank meter, the necessity for proper and adequate meter testing becomes obvious.

Therefore, the 1957 Grand Jury joins its many predecessors in once again recommending the immediate installation of the necessary equipment.

ERNEST J. GREWE, Chairman

MRS. JEAN S. HAYS

TERENCE J. O'SULLIVAN



OTHER COMMISSIONS

The Legion of Honor, Art Commission, and De Young Museum appear to be conducted properly by administrators and employees. It is the regret of this committee that time did not permit an adequate survey of their operations, which fill a very necessary function in this city.

CAROLINE CHARLES, Chairman

ROGER NODEN

ERNEST GREWE

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GRAND JURY

REPORTS



CITY AND COUNTY OF SAN FRANCISCO

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GRAND JURY

OF THE

CITY & COUNTY OF SAN FRANCISCO

1958

Foreman

HENRY E. NORTH

Secretary

PAUL A. RYAN

-0-0-0-0-

WILLIAM E. BERELSON

MILLARD S. BURY

ANGELO E. CAMPANA

JOHN H. CASENAVE

THORNTON J. CORWIN, JR.

HENRY L. GIBBS

CONRAD J. GRIEDER

HECTOR J. GIUNTINI, JR. ROY J. SCOLA

MRS. MARGARET A. KLAUSER

MRS. GERTRUDE LEVISON

EARL S. LOUIE

HOWARD H. LOWRY

LEO J. MURPHY

JOSEPH S. QUAN

WILLIAM J. RAFFETTO, JR.

ROLLAND W. YOUNG

-0-0-0-0-

Impaneled January 9, 1958

Discharged January 8, 1959

David F. Supple Consultant-Statistician



GRAND JURY OF THE CITY AND COUNTY OF SAN FRANCISCO

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December 30, 1958

The Honorable Harry J. Neubarth Presiding Judge of the Superior Court of San Francisco County

Sir:

It was on January 9, 1958, that you gave me a very signal honor, and that was to appoint me Foreman of the 1958 Grand Jury. Of the many civic affairs I have had the privilege of being a part of in San Francisco, I prize none as high as being a member of the Grand Jury, and especially its Foreman. I do indeed thank you for giving me this opportunity to fulfill a long ambition.

Attached are the reports of all the committees of the 1958 Grand Jury, including the special report in regard to the so-called Giants' Stadium. I think you will find these reports to be very informative.

We have had many trials and tribulations, but they were all accepted in good part by all of the Jurors. It was a Jury not easily swayed by one person or a group. They were very deliberate and very argumentative at times, but these arguments among ourselves were almost totally devoid of acrimony.

The attendance was good at all times, except during the summer months when time was taken for vacation. The Jury members were intensely interested and conscientious at all times and paid great attention to the District Attorney and his aides when they brought cases before us. They were not a Jury that would vote without first properly looking into every phase of the indictments presented to us. As a matter of fact, you might classify them as a "show me" jury.

We are indebted to Mr. Lynch, the District Attorney, and to Mr. Norman Elkington and their aides for explaining many things in regard to the criminal aspect of the law and for guiding us in regard to the law. They were patient at all times and went to the extreme to make sure that we understood the various parts of the criminal code.

Although we were very much interested in the indictments that were presented to us by the District Attorney, I know the Jury was equally interested in investigating and looking into how the City and County government operates. They worked long hours throughout the year. Some of our Jurymen and Jurywomen were busy almost every day of the week looking into the various phases of the County government. It was my pleasure to sit in on many of the meetings, and I found them very interesting, informative and very enlightening. We considered it a privilege to have the opportunity of getting acquainted with the men and women who work for the City and County of San Francisco and looking over the properties and



institutions of the City and County. As a result, the Jury has a finer knowledge of the government of the City and County of San Francisco than they have ever had before. We have read with interest the reports and recommendations of former Grand Juries, which were thoughtful, intelligent and sincere. We endeavored to follow through on some of the recommendations they made, especially the one made by the 1957 Grand Jury in regard to narcotics.

All of the meetings with the county officials and employees were pleasant. Our committees were courteously received and gracicusly assisted in their investigations, despite, in some cases. Our obviously critical attitude. The reports of the Jury are illuminating and will show that we found many things that can be done to help situations that now exist. However, we did not always wait for our final report to bring to the attention of the people in charge, things that we felt could be corrected at that time, and they (the people in charge) were always very receptive and praised the Grand Jury for being interested in their problems. Many of the suggestions were carried out at that time or very shortly afterwards and brought about changes that were beneficial. However, in making our suggestions to the responsible parties, we were cognizant of the fact that we had no police powers and our suggestions were as a result of our investigations and were carefully explained at all times.

It has been a very interesting year for all of us. The only disturbing instance was in regard to the so-called Stadium investigation. We were not entitled to the excessive criticism thrown at us from newspapers, some Supervisors, and the Mayor. We were only doing what we know was our duty. We were looking for facts, and that was all. As a Jury of the people, we felt the people of San Frencisco were entitled to know a lot of the facts. Curiously enough, we found very few people who did know these facts, and the Jury's report will explain this.

During this investigation, it was suggested that we have open meetings. We would not have been concerned about open meetings at all, but under Section 903 of the Penal Code, all testimony given in privacy must be kept secret. This, as you know, is a protection for all.

The attitude of the Jury at all times was very constructive, and they all believed and still believe that the City and County of San Francisco is entitled to outstanding leadership. We feel that this leadership would give meaning to the expression we like to use about the City itself, and that is, that it is the "City that knows how,"

One of the things that the Jury was concerned about was the attitude of many people in and out of government, about the Grand Jury. I think more publicity should be given as to what the Grand Jury means to the County. It is needless for me to go into the

history of the Grand Jury, because it is well known that it started in England hundreds of years ago and it is in the Bill of Rights of our Constitution that the people are entitled to a Grand Jury. A Grand Jury can be of great value, but it should not be coerced—it should not be "picked on"—and it should not be classified as a nuisance. These men and women of the Grand Jury give their time at a great sacrifice during an entire year, and if perchance anyone thinks they get well paid, may I say that \$5.15 for each meeting does not go very far. I want to reiterate that the Grand Jury is a Jury of the People. We are part of the Superior Court, taking advice, of course, at times, from the District Attorney and from you, the Presiding Judge.

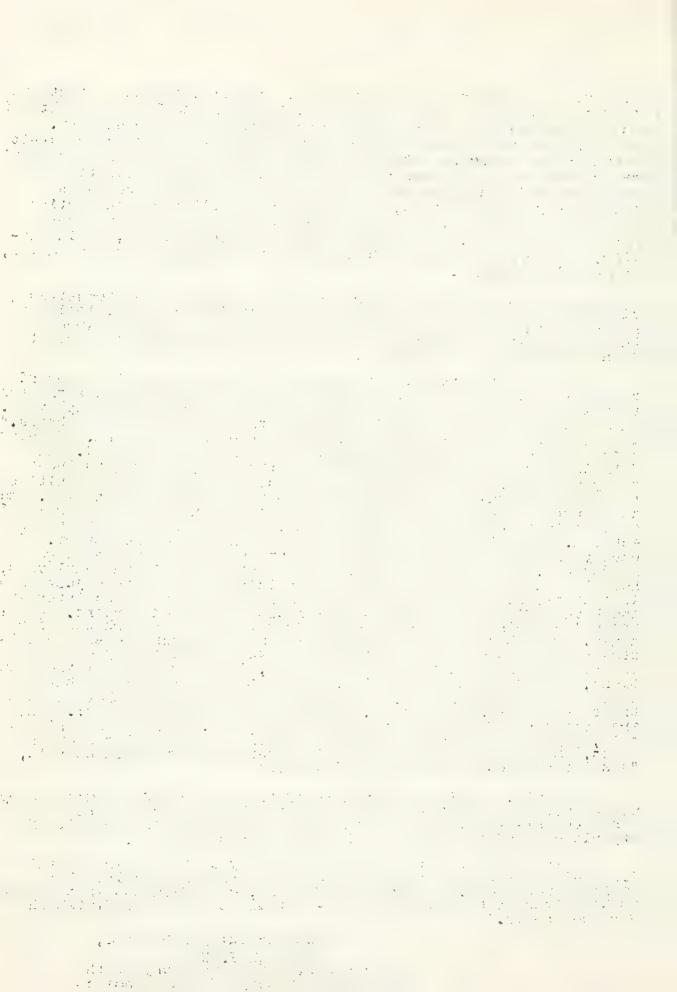
We had many letters from people who expressed themselves vigorously, and in these letters they voiced their appreciation in regard to the fine work done by the Grand Jury and they expressed the opinion that if Grand Juries are not appreciated and respected then they should be abolished.

One of the things I was greatly concerned about in regard to locking over the City and County government agencies was the fact that I found a lack of esprit de corps among some of the employees. On all sides I heard criticism of what they called the "top brass." They seemed to feel that they are like crphans in a storm. I think good personnel relationships should and can be established. The City is nothing more or less than big business, and big business today considers one of its main responsibilities and opportunities to keep the morale of the employees in their organization high, and do everything reasonable for them. Bear in mind that the morale of an organization is generally the result of the thinking of the top echelon. Loyalty starts from the top and not from the bottom. The employees of the City and County of San Francisco today need good leadership. This leadership should be interested in the employees, help to motivate them, and should consider them more than just cogs in a wheel, because people who are properly motivated and interested and have a fine mental attitude will always be good workers. People who enjoy their work and who are interested, do not work only for money. They have a pride of accomplishment and achievement that is personal. This Grand Jury thinks a survey of the employees of our entire City and County of San Francisco, in regard to employee relations, should be very revealing. It is the little things that help employee relationships. It must always be remembered that we must treat people as human beings. They have a heart and a soul. They are deserving of the finest that can be given. Gardens of friendship, jcy and understanding are better than gardens that grow in parks. Shakespeare expressed it in a very fine way when he said, "A smile recurs the wounding of a frown."

Again, may I say on behalf of the members of the Grand Jury, we are all appreciative and have greatly benefitted as a result of our work this year. We know that we are enriched as a result of our experience, and trust that we have been of some value.

In closing, I should like to give you the feeling of this Jury and quote the words of the immortal Abraham Lincoln. "With malice toward none, with charity for all, with firmness in the right as God gives us to see the right - let us strive on to finish the work we are in."

Respectfully submitted,
HENRY E. NORTH
Foreman, 1958 Grand Jury of the
City and County of San Francisco



1958 GRAND JURY STADIUM REPORT

DID THE CITY MAKE A GOOD DEAL?

The subject of this report is one that has been asked frequently of the Grand Jury by citizens and taxpayers, concerning the Stadium transaction.

Since final contracts were signed in July of this year, the Grand Jury has been making a sincere effort to get the right answer for the people of San Francisco. We are sure that our findings will be interesting and revealing to those who are concerned with the economic welfare of San Francisco.

Under the captions as they appear in the early part of this report we shall brief the significant features of our investigation. We shall start with:

LAND ACQUISITION

The City erred in its failure to use the power of eminent domain at the proper time for the purchase of the land for the "Recreation Center."

The City paid \$2,700,000 for the land. Independent appraisals indicate the City paid some \$650,000 to over \$1,000,000, or 32% and 40% respectively, more than fair market value.

Assessed valuations do not bear out value of purchase price.

FINANCING

Method of financing very costly to citizens of San Francisco, as 5% revenue bonds were issued instead of General Obligation bonds paying substantially less.

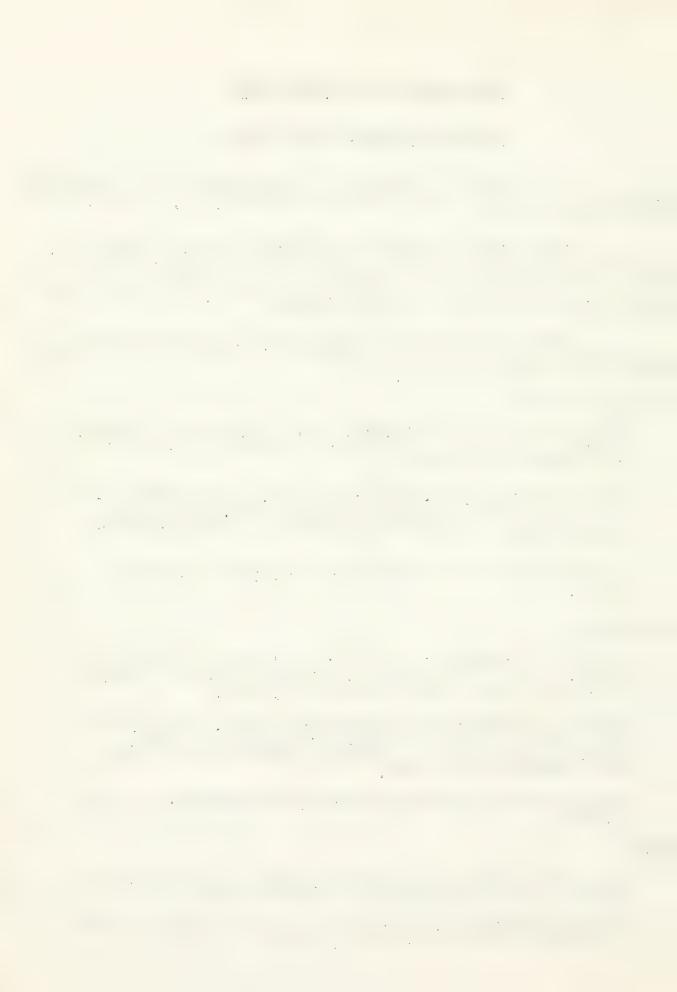
Using the financing plan which was adopted, the City had the right to insist on competitive bidding for fill, grading, paving and for stadium construction and should have exercised this right.

Treasury ruling regarding financing and contract is interesting.

COSTS

Use of non-profit corporation allowed the City to by-pass charter provisions requiring competitive bids.

Voters authorized \$5,000,000 for land and stadium; present estimated costs may exceed \$15,000,000.



CONTRACTS

City erred in not negotiating to secure a share of TV rights, as income from stadium as now financed may not be adequate for debt service (TV rights alone to yield more than \$600,000 annually to Giants) per testimony.

DEALS INVOLVING MILLIONS OF DOLLARS OF TAXPAYERS' MONEY SHOULD NOT BE RUSHED.

MAINTENANCE

Parking lot on filled land will require repairing and new fill at heavy City cost, due to subsidence.

SITE

New transportation and new access roads and facilities required. New bus lines must be inaugurated - more roads and overpasses may have to be constructed at expense of City of San Francisco.

STADIUM, INC.

Testimony indicates that Stadium, Inc. has had no voice in this project except to handle the incoming and outgoing funds.

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LAND ACQUISITION

With respect to Land Acquisition, it has been made very clear to the Grand Jury that the failure of the City to use the power of eminent domain at the time the Candlestick Point site was first decided on in 1956 was definitely instrumental in allowing values to rise materially. Had eminent domain been used, the City would have purchased approximately 41 acres at what was at that time the fair market value. There is no doubt but that the then market value would have been many hundreds of thousands less than the value on October 1, 1957 as established by the two independent appraisers. As revealed here, these appraisals were many hundreds of thousands less than the \$2,700,000 which Harney was paid for the property.

We doubt if the people of San Francisco realize that the City paid approximately \$66,000 per acre for the Harney land, part of which was under water.



To give an idea of the significance of the very high total figure of \$2,700,000, we wish to point out that Mr. Harney acquired a large parcel of land, consisting of 65 acros, with a rock quarry on it, in July 1953 for a cost of approximately \$2,100 per acre. A portion of these 65 acros is now a part of the Stadium site.

We feel that we would be generous in considering that the value of these 65 acres had doubled since 1953, but we shall triple the purchase price of \$2,100 and use a figure of \$6,300. Even at this very high average price it represents only about 10% of the price per acre which Harney was paid for the 41 acres.

In March of this year when the Victor Swanson case was before the Grand Jury it was brought out that the City sold excess property, which in the opinion of the Jury was choice industrial land that required less depth of fill and was more accessible, for less than \$4,000 per acre. While it is the considered judgment of the Jury that the City should have received far more for this land, we fail to comprehend the thinking of City officials who would sell good industrial land for \$4,000 per acre and, within a short time, turn around and buy good industrial land for \$66,000 per acre.

Another feature that has us confused is how the City could justify paying \$2,700,000 for the 41 acres when, by checking City records it could be found that the assessor assessed this land in 1956 for only \$26,730.

It has been said that the use of eminent domain would have resulted in considerable delay in acquiring the property. We do not subscribe to this thinking, as only one owner was involved in Harney's portion of the property; thus the matter should easily have been expedited through the Court.

As evidence of fast acquisition, the City was able to according five acres of land, from several owners, within a short period of time by threatening the use of eminent domain.

The total land involved in this project is approximately 77 acres. Of this total about 41 acres were acquired from Chas. L. Harney and Chas. L. Harney, Inc., 5 acres were those purchased by the City from several individuals and approximately 31 acres were City-cwned, consisting of dedicated streets, railroad right-of-way and pest house.

On the basis of the \$66,000 paid Harney, and assuming the 31 acres were of average comparable quality, the City land has a value of \$2,046,000. This would be as excessive an evaluation as is, in our opinion, the \$2,700,000 for the Harney property.

FINANCING

Entirely aside from the excessive price paid for the land purchased from Mr. Harney, the Grand Jury is of the opinion that the method of financing used is open to criticism on the grounds of high cost to taxpayers and lack of ordinary control over the use of funds. particularly the lack of competitive bidding, as mentioned later in this report. Summarized below are the sources of funds allocated to acquire the property, construct the Stadium, and provide access roads, sewers, water mains, etc.

(1)	1954 Recreation Center bonds	\$ 5,000,000
(2)	Prior Lien Revenue bonds sold to insurance companies	2,000,000
(3)	Subordinated Revenue bonds issued in exchange for land and services	3,500,000
(4)	1947 Street Improvement bonds	1,420,000
(5)	State gascline taxes (portion of City's share credited to Special Road Improvement Fund)	1,240,000
(6)	1944, 1948 and 1954 Sewer bonds	1,500,000
(7)	Revenues of the San Francisco Water Department (for water mains)	170,000
(8)	General funds of the City used to acquire property from owners other than Chas. L. Harney, Inc. Total allocated to Stadium project to date	32,700 \$14,862,700

The above figures do not take into consideration the value of land owned by the City. Also it is probable that the money appropriated for access roads, sewers and water mains will not be sufficient, so that the total cost could easily exceed \$15,000,000.

The \$5,000,000 Recreation Center bonds voted in 1954 were obviously inadequate for the purpose of buying land and building a Stadium. In this connection, one high authority of Stadium, Inc. testified, "--- how they picked out \$5,000,000, to say that they could build a Stadium of the seating capacity that they had in mind, and acquire land and parking area, and all the things that go with it. Probably it was done in a hasty moment, to say 'Well, that's a guess for the time being of what maybe could be produced for a house for these Giants to play in'. Well, when they get into it, of course, they found that that was ridiculous, that it just couldn't be met."

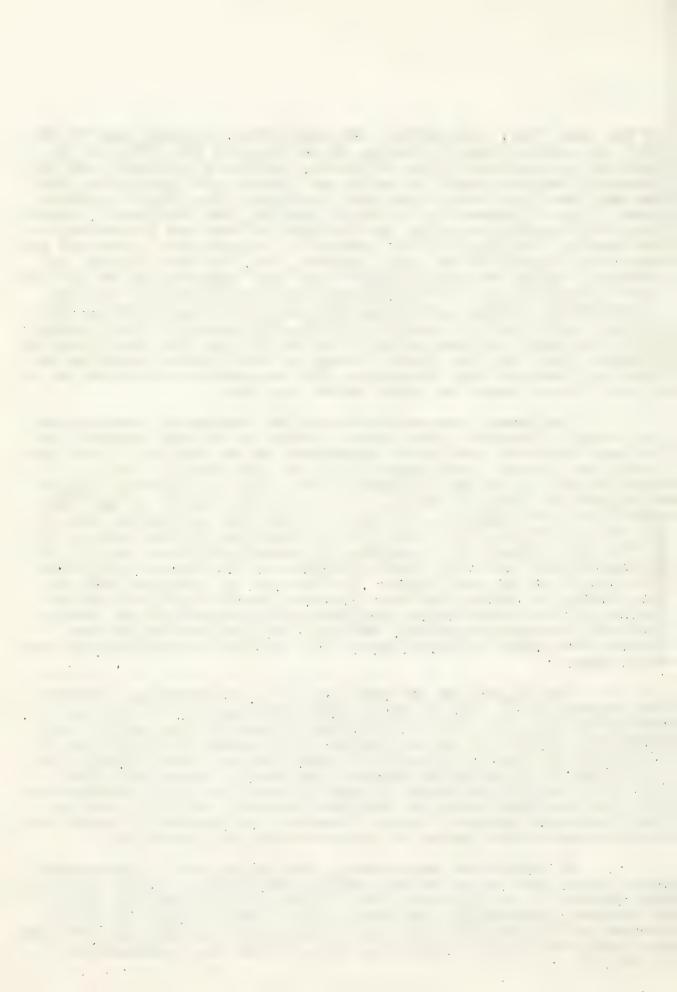
To arrange for additional financing, a non-profit corporation was formed, and San Francisco Stadium, Inc. was chartered in September, 1957, and its original officers and directors were Chas. L. Harney and two of his employees, C. J. Carroll and a Joseph Silvestri. It was illogical for Stadium, Inc., with its directorate of Harney men, to act for the City and County of San Francisco, and,

at the same time, have Harney, the contractor, selling land to the City and constructing a stadium, so on February 28, 1958, it was decided to substitute other officials, and three prominent and influential men were asked to serve as officers and directors. The men who thus lent their names and prestige in the City's interest were: Alan K. Browne; W. P. Fuller Brawner, and Frederic P. Whitman Since all details regarding the purchase of land and construction of the Stadium, including certification of disbursements, were and are under the control of the City, Stadium, Inc. and its officers and directors had no responsibility of any kind whatever except for matters incident to the two bond issues totaling \$5,500,000 and the execution of purchase agreements and construction contracts. The officers and directors receive no fees, dividends or other remuneration for their services either from the City or from San Francisco Stadium, Inc., all the stock of which is beneficially owned by the City and County of San Francisco. The non-profit corporation is in a very literal sense the alter ego of the City.

The Grand Jury believes that the non-profit corporation is a useful financial device when limited to the same purposes and the same financial and other safeguards as are the City's own projects. But because such corporations are specifically formed to do what the City lacks the authority to do there is a greater danger of high costs being incurred. We respectfully point out that the mere fact that a garage, a Stadium or any other project is able to pay off one-third of its cost from revenues in 35 years should not be the sole measure of its worth, and should not cause the City to disregard such basically sound practices as the obtaining of bids from more than one contractor. In the case of a project such as the Stadium we submit that the objective should be to acquire the land at a fair market value, to finance the project at the lowest cost and, through competitive bidding, build a stadium for the lowest cost, thus producing income for the City at the earliest posusible date.

The \$5,500,000 of bonds issued by San Francisco Stadium, Inc. listed as (2) and (3) above, bear interest at five percent. Estimated total interest cost for the 30- and 35-year periods the bonds are expected to be outstanding will amount to \$6,112,000, or \$1,111,000 for each \$1,000,000 of bonds issued. These figures are cited only to indicate the obvious, but easily overlooked, fact that for every dollar saved in cost of land or cost of construction more than a dollar would be saved in interest. Had City bond issues been used instead of bonds issued by the non-profit corporation, a very considerable saving of interest would have resulted.

To illustrate this saving, the \$5,000,000 of 1954 Recreation Center bonds which mature serially from 1959 to 1973, and which are referred to in (1) above, bear interest at the rate of $2\frac{1}{2}$ and $2\frac{1}{4}$ percent., depending on maturity dates. The average rate of interest is 2.41 percent., and the net interest cost will be \$962,538. The bonds were sold on April 14, 1958, at par plus a premium of \$4,187.00



If the City could sell \$5,000,000 of bonds at a net interest cost of \$962,538, it fellows that it could probably have sold another \$5,500,000 of the same issue, at the same time, at a net interest cost of close to \$1,058,792. Therefore, if the City had used its own credit to provide the additional \$5,500,000, a saving in interest of more than \$5,000,000 would have resulted (1.3., the difference between \$1,058,792 and \$6,112,000.). This saving is partly due to lower rate of interest and partly to paying interest over a shorter period of time.

The Stadium is in no sense a self-liquidating project, as only one-third of its cost will be recovered from revenues in the first 34 years of operation. It is very unlikely that the entire cost could have been privately financed or that even the cost exclusive of sewers, access roads and water mains could have been privately financed. It is not clear to this Grand Jury what possible benefit accrues to the City from using a non-profit corporation to finance only one-third or one-half of a given project.

To emphasize the foregoing with figures, it is estimated that it will require about \$990,000 a year for the first 15 years just to take care of payments of principal and interest on bonds issued by the City and by Stadium, Inc. Since revenues expected to be available for debt service, from parking, advertising and stadium rental will take care of only \$350,000 of this, the remaining \$640,000 must come from taxes or other general city revenues. We do not believe the words "self-liquidating", "self-supporting", "paid for directly by those who use them" or similar phrases can properly be applied to any project that is so very clearly not being paid for by those who use it.

We repeat that the non-profit corporation when used as a substitute for taxpayer-supported projects, is a useful financial device. In the case of the Stadium, however, no load was lifted from the shoulders of the taxpayers, as two-thirds of the cost was borne by taxes or other city revenues and the other one-third, if it had been financed by a city bond issue, would not have required an increase in tax revenues, because the \$375,000 or \$400,000 of expected Stadium revenue would have been paid to the City to offset the cost of servicing the bond issue.

The method of financing cannot, in our opinion, be justified on grounds of expediency. Admitting for the sake of argument that haste and poor estimating caused the original 1954 bond issue to be set at only \$5,000,000, there were times thereafter, especially in 1957, when an additional \$5,000,000 (or \$5,500,000) issue could have been placed on the ballot,

The \$5,500,000 of five percent. bonds were issued under provisions permitting their redemption prior to maturity if certain conditions are met. The Grand Jury suggests that the City explore

. .

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the matter of obtaining the approval of the voters to a bond issue for the purpose of retiring the bonds issued by Stadium, Inc. Certain of the bonds are callable in 1963 and the remainder in 1970, so that any large scale redemption before 1970, and especially before 1963, may require the consent of the bond-holders. As pointed out elsewhere in this report, a bond issue for this purpose would not result in any burden to the taxpayers, but would instead result in a saving because the stadium revenue would all go to the City and would in effect provide for payments of principal and interest on the new bonds as well as bringing actual income to the City many years earlier than is now possible, if the income realized should be as estimated.

Legal end financial matters relating to financing of the Stadium were handled by well-known and highly reputable individuals, firms and banks, which were engaged on a purely business basis to perform work common to any private project of this type. To avoid any possible misunderstanding the Grand Jury wishes to make it clear that there is no criticism implied as to any such individual, firm or bank while acting as an advisor, consultant or trustee.

Treesury Ruling ro Financing and Contract

Testimony received from City officials and witnesses appears to be in conflict with Treasury ruling under which the Mayor negotiated a tentative arrangement with the National Exhibition Co.

The Treasury ruling states the Board of Supervisors determined that the best available site for the proposed Recreation Center within the city was at Bay View Park. However, nowhere in testimony before the Grand Jury was it stated that the Supervisors had decided Bay View Park was the best site.

The Treasury ruling letter states that the \$2,700,000 paid for Harney land in subordinated revenue bonds would not be in excess of the appraised value of said land as determined by the City.

Independent appreisers hired by Grand Jury and acceptable to the presiding Superior Court Judge, indicated that the City paid from \$650,000 to \$1,000,000 more than the fair market value as of September 28, 1957 when Stadium, Inc. was formed.

The Treasury ruling of July 25, 1958, states that San Francisco Stadium, Inc. will enter into an agreement with the Recreation and Park Commission of the City to lease the Recreation Center to the City subject to the terms of the Stadium lease.



The City, through its Park and Recreation Commission, agrees to pay annual rental to San Francisco Stadium, Inc. of all amounts derived from income from the Recreation Center until the annual rental received by San Francisco Stadium, Inc. under the Stadium lease and under the Park lease equals the total of \$375,000 per year plus any additional amounts required by San Francisco Stadium, Inc. under the terms of the trust indenture.

Any excess revenues will either be applied to earlier retirement of the bonds of San Francisco Stadium, Inc. or will be retained by the City for its own use and benefit.

Nowhere in testimony received were we given to understand that San Francisco Stadium, Inc. might require more than the \$375,000 for debt service. Neither did the testimony indicate that the City would have to pay this, nor that if revenue did not equal this figure would we have an obligation to pay this debt service from general funds.

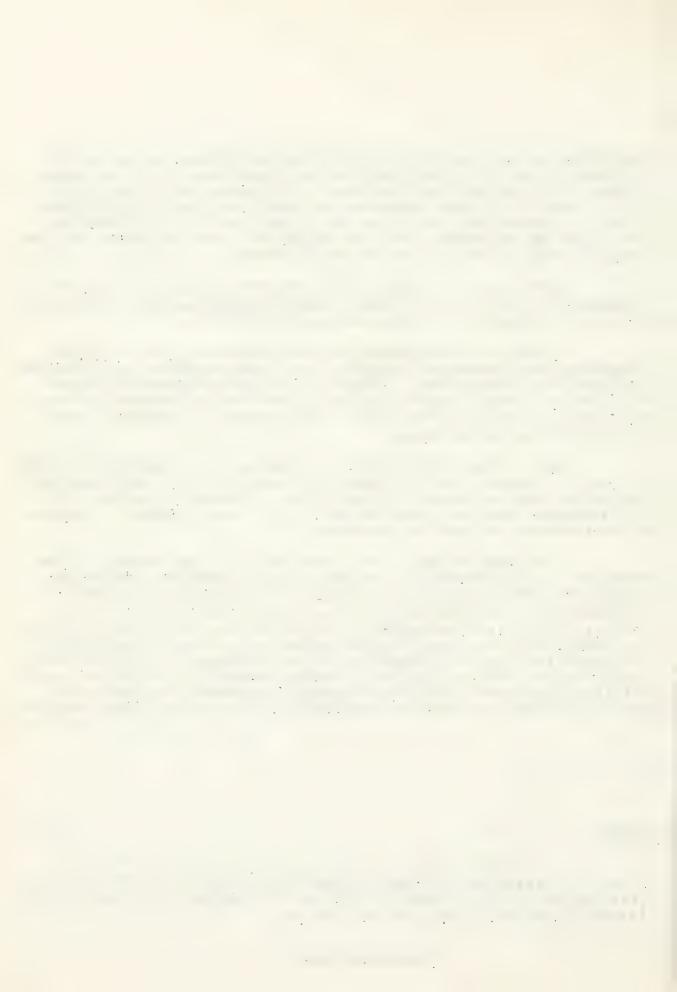
We of the Grand Jury feel that in the event there should be excess revenues that it should be mandatory that such excess be applied to the retirement of the bonds. Obviously, as they are high interest bearing bonds it would be to our distinct advantage to retire them as soon as possible,

Treasury ruling states that the City and County of San Francisco has appropriated, and will expend from its own funds, additional sums aggregating approximately \$4,000,000 for the construction of access roads to the recreation center and for sewage, drainage, water supply, utilities and street improvement. The Grand Jury has failed to find where such money was appropriated specifically and authorized by the citizens of San Francisco to be used as outlined in the Treasury letter. In order to comply with this agreement with the Treasury Department the City will have to use funds that were originally intended for other purposes.

COSTS

In order that the readers of this report may have a greater appreciation of the tremendous costs that are involved in this project we will attach a copy of "Financing of Project Costs," issued by Stadium, Inc., as Exhibit A.

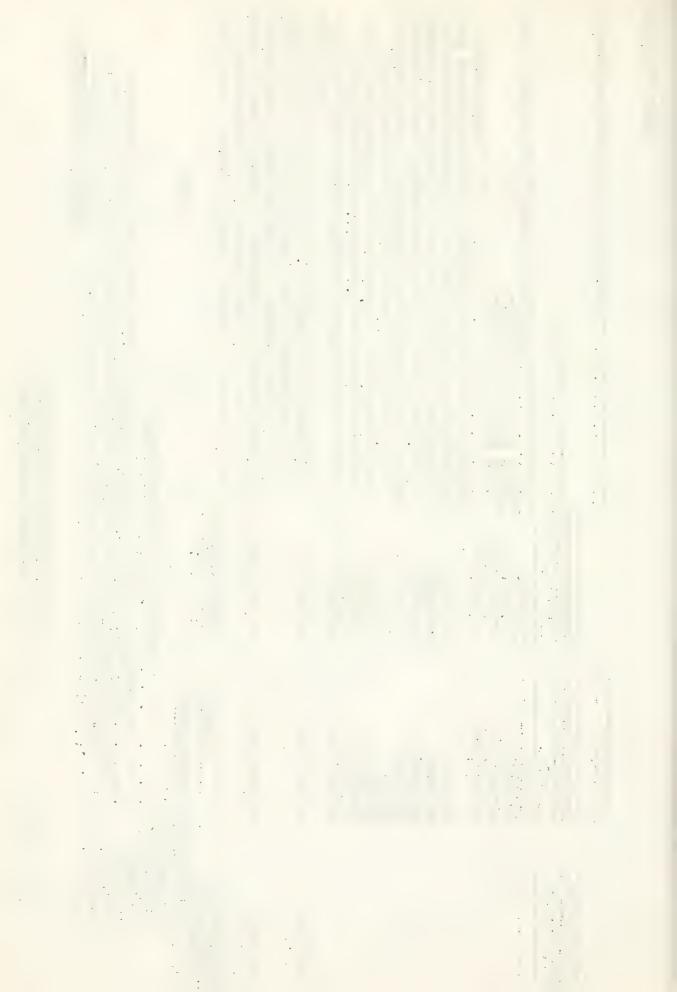
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RESOURCES AVAILABLE

Proceeds from sale of "City & County 1954 Recreation Center

Proceeds from sale of "City & County 1954 Recreation Center Bonds Proceeds from sale of "San Francisco Stadium, Inc., PriorLien Rev Bustonance of "SF Stadium, Inc., Subordinated Revenue Bonds" (Non-ci	Bends (Cash) \$ Rev Bonds" (Cash) (Non-cash)	5,000,000 2,000,000 3,500,000
Total Resources Available	•	10,500,000
Item	Application of	Reso
Land(Chas L. Harney & Chas L. Harney, Inc \$ 2,700,000.00	⊕ Cash	# 2,700,000
Parking area paving & lighting(C.L. Harney, Inc) 7,046,000.00 Stadium construction(Chas.L. Harney, Inc)	6,388,000.00	658,000
Engineering & Architecture, incl plans&specifica- tions-(John S. Bolles & E. Elmore Hutchinson) 353,000.00 Legal fees -	211,000.00	142,000
lquist, Harrington & Sutcliffe	40,000.00 4,483.19	XII
	2,296,32	
	40,000.00	
Prior Lien Bond Res 150,000.00 - Working Capital Fund 10,000.00 4,497.50	150,000.00 150,000.00 10,000.00	
TOTAL	\$ 6,967,630.71	\$ 3,500,000
Balance of uncommitted resources	\$ 32,369.29	



You are reminded that in addition to the \$10,467,630 costs, specified in the Exhibit, there will be expended an additional four to five million for streets, sewers, etc. We are not informed of the street and sewer projects that will have to be deferred until funds from other sources or another bend issue will make it possible to do the work originally intended.

It appears evident that some members of the Board of Supervisors were apprehensive regarding the costs for, at a meeting of the Finance Committee, held on March 19, 1958; it was reported:

"Upon assurance that all of the above matters would be cleared up, the measure was recommended 'DO PASS,' by unanimous vote of the three members of the Finance Committee, but only after each member of the Committee made a lengthy statement indicating that even though major league baseball would undoubtedly be good for San Francisco, they were not happy with the expensive cost which has built up far beyond \$5,000,000 which the voters had approved for a major league stadium in 1954."



CONTRACTS

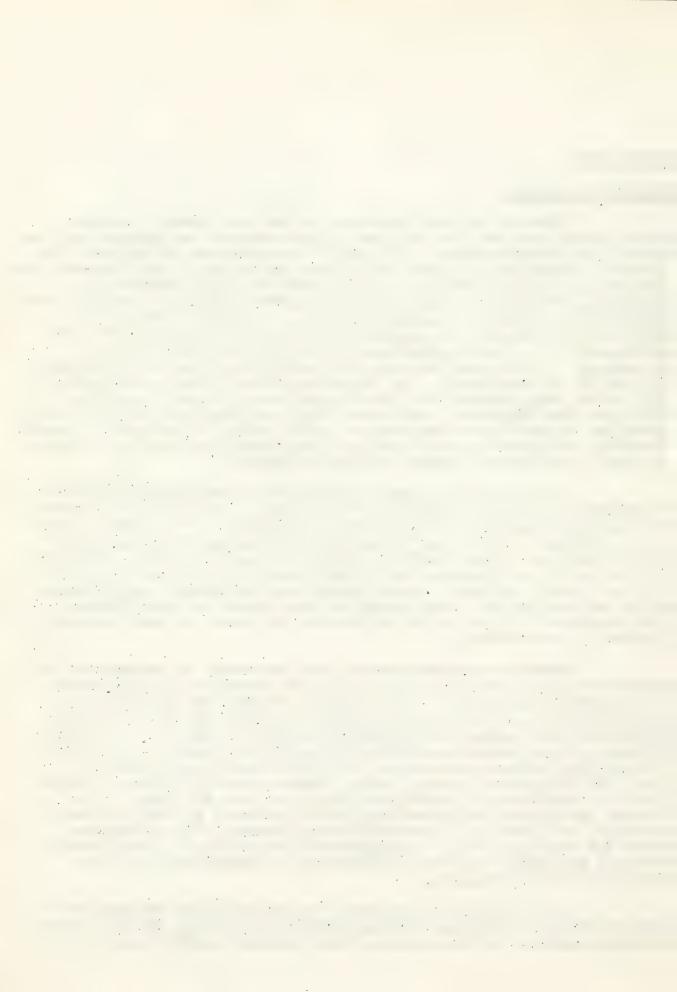
Television Rights

History may show that one of the most costly mistakes made by the City was the failure of our contract negotiators to insist upon participation in the highly remunerative TV rights. The National Exhibition Company has guaranteed to pay a total rental for the stadium of \$125,000 per year, whereas the debt service is \$375,000. To make up this difference between \$125,000 and \$375,000, we must rely mainly on parking revenue. In order to reach the \$200,000 to \$225,000 net revenue hoped for from parking, the City estimates that a paid attendance of 900,000 per year will be necessary. We can readily see what would happen to our attendance if pay TV is instituted. Mr. Stoneham, under direct questioning by the Grand Jury, stated that the Giants expect to not more than \$600,000 from Skiatron. The Grand Jury has attempted to find out what has happened to attendance in other parts of the country where baseball and other sports have been televised, and the information we have been able to gather has been alarming.

In the last two years, 25 minor league baseball clubs - a principal training ground for the majors - have folded according to the November 1958 issue of "Reader's Digest." The article goes on to say that, while the Braves were in Boston, TV helped pull attendance down from 944,391 in 1950 to 281,278 in 1952. When the Braves moved to Milwaukee and banned telecasts, attendance soared to more than 2 million. Other clubs have had similar experience, with the result that telecasting of home games has been blacked out completely by six of the major league clubs and been severely limited by six others.

Further confirmation of TV's influence on attendance is indicated in an article appearing in the December 15, 1958 issue of "Sports Illustrated." This article pointed out that, despite the withdrawal of the Brooklyn Dodgers and the New York Giants, which left the entire Metropolitan New York "market" open to the Yankees, their attendance fell off 70,000 this year. The article stated that three major league teams televised their games in New York this year. George Weiss, Yankee General Manager, threatened to televise all their games next year and the three major league teams were influenced against televising in New York next season. The article closes with the statement, "The Yanks now have New York just where they want it—in the bag." Surely this article indicates that the falling off of attendance had been influenced by television.

In an interview appearing in the December 20 issue of one of the San Francisco papers, Tallulah Bankhead, the theater's champion rooter for the Giants, holds herself partly responsible



for the Giants leaving the Polo Crounds. She said, "Like a lot of other people, I got to relying on radio and television and didn't go to the ball park as often as I should have. The crowds fell off and so New York lost its ball team."

This Grand Jury does not share the opinion of those who feel that paid television will not adversely affect attendance. Certainly, television has affected attendance at all other professional sports tremendously, and we are convinced that the same will be true in connection with the Giants' games. If fans can have TV for a small sum, many of them, in our opinion, will stay at home quite frequently instead of fighting the traffic, contending with occasional adverse weather conditions and paying the expense of traveling and the admission price. To what extent this will affect parking lot income we have no way of knowing, but we believe it may be substantial.

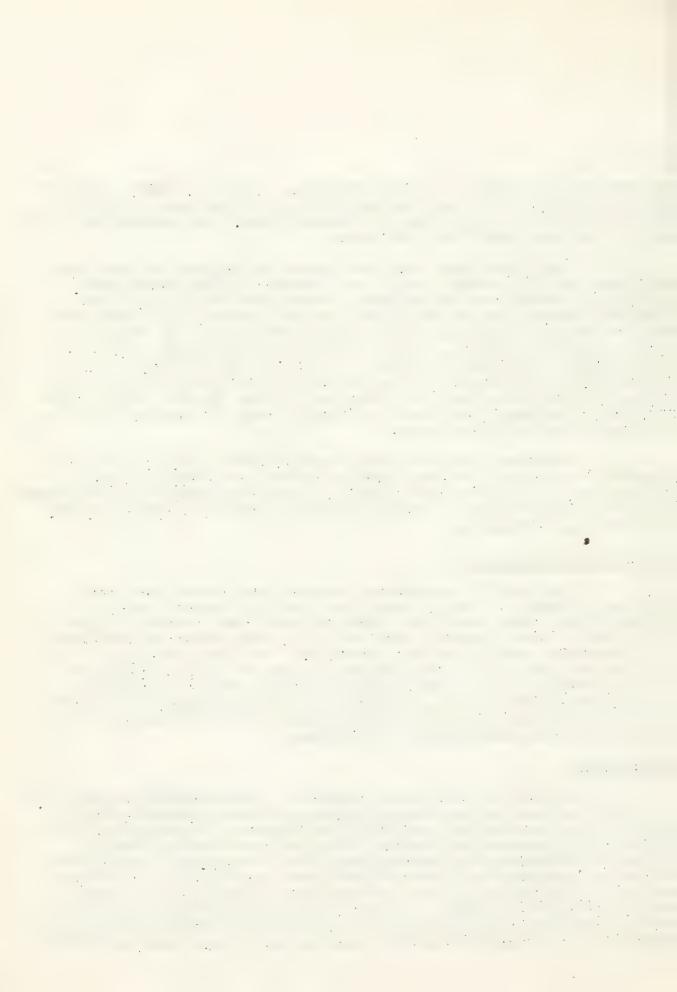
The Grand Jury is of the opinion that, if it is at all possible to renegotiate this portion of the contract, it should be done and, if that is not possible, something should be done about blacking out TV within a 200-mile radius so that injury to autendance will be minimized.

Rushing into Contracts

The haste or eagerness to enter into a contract with National Exhibition Company must have made it evident to Mr. Stopeham that there was great fear of losing the Giants to some other city. This possibly resulted in a less attractive contract than otherwise would have been obtained. We have, however, sufficient confidence in the attractiveness of San Francisco as a major center of sport enthusiasts to believe that it would have been difficult to keep Mr. Stoneham away from our City. Had this been fully realized, more time would have been available and a better contract successfully negotiated.

MAINTENANCE

Made or filled land is subject to considerable subsidence. A report prepared by the firm of Dames and Moore, experts in the field of soil mechanics, predicts a settlement of some three feet before fills are well compacted. The fill for the Candlestick section of the Bayshore freeway was placed under rigid specifications and probably will not have as great a subsidence. However, the section of road near the International Airport is an example of how a fill will settle. In this case, the road is only about 50 feet wide so settlement does not present the drainage problem that will be encountered with a parking lot of many acres, such as



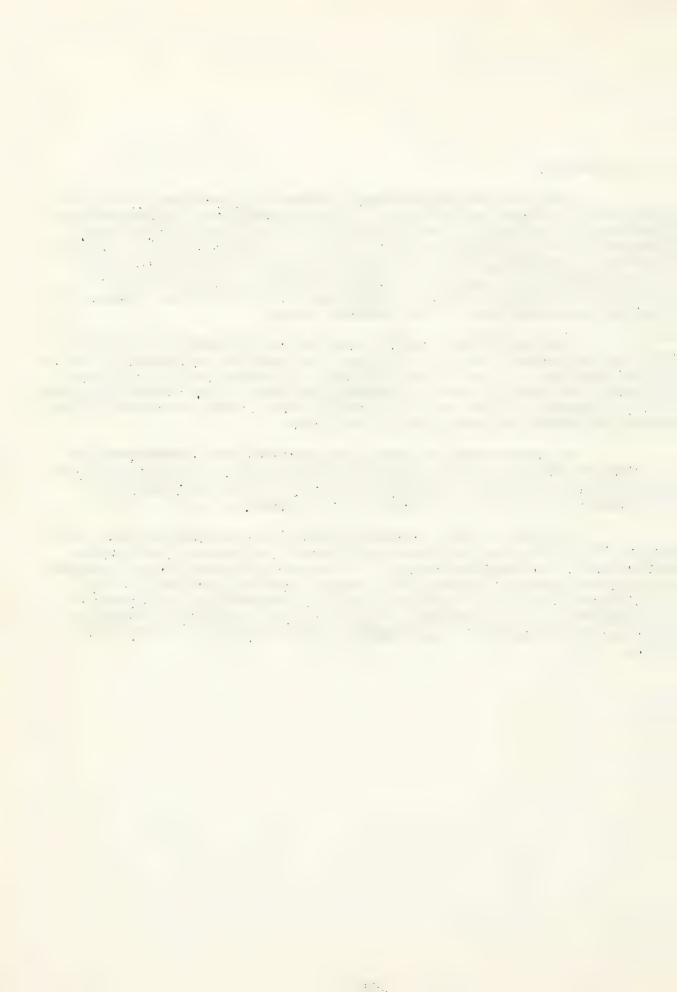
at the stadium.

The cost of maintenance, other than routine, must of necessity be borne by the City. It can readily be expected that additional fill will be required to keep the area fairly level. Paving will be required where the fill is brought back to grade. Lighting standards, unless supported on piles, may require frequent resetting. Also, the drainage system can be a constant source of trouble in filled ground as will be the fire system, if any is to be provided in the parking area.

The estimated parking revenue is \$225,000. With only 77 days of assured use, \$2,900 per game must be collected. Therefore, the cost of operation, lighting, cleaning and maintenance (keeping the area to grade, paving, painting lines, repairing guard rails, fencing, light and sign posts, etc.) must be supported by money collected in addition to the above.

To successfully handle the traffic and transportation to this stadium, new bus lines will be required. This will mean a greater investment in Municipal Railway equipment that now operates at a loss and requires a tax subsidy.

The use of the parking lot will be contingent upon the ease with which one can reach and leave the area without being embroiled in a traffic snarl. It is the 1958 Grand Jury's opinion that more means of ingress and egress must be provided. Thus, the City may be faced with the cost of constructing new streets and probably some overpasses to prevent an intolerable traffic snarl, especially for the afternoon games played on normal work days.



SITE

In examining the witnesses regarding the stadium site, it seemed that the reasons given for the choice of the site were rather vague. No one witness could definitely state who it was that decided this was the best location. Testimony and information received by the Grand Jury indicated that Mr. Harney had assumed this was to be the site long before it was publicly announced.

Further evidence that the site long had been decided upon was indicated in a "Letter of Intent," written to Mr. Stoneham by the Mayor, on August 6, 1957. In it he said, "...the site now under consideration, namely Bayview Park, ..." The Mayor also said, "I desire to point out that conferences have taken place between the City and the owner of the property contiguous to City-owned property at the proposed site of the stadium."

A further indication of the complete understanding between Harney and certain City officials, concerning the site, is the fact that Harney had started work and had already been paid \$500,000 by Stadium, Inc., upon authorization of the office of City Controller, prior to the execution of the instruments. (Tr. 3-41)

The Grand Jury feels that there were several other locations which might have been given more consideration, and that more publicity should have attended the site selection. Some of these alternate sites would have cost the taxpayers less money, and some might have cost more initially but would have been a greater source of revenue to the City.

It should be remembered that the ball park is expected to draw a lot of people from the Bay Area, as well as from greater distances. It would be reasonable to expect some of the people to stay in neighboring counties while others, after getting on a freeway, would bypass the City of San Francisco entirely. Would it not also be reasonable to expect our neighbors to do likewise?

In the site chosen, parking has been planned for 8,000 cars and 300 buses. The only means of ingress and egress will be one access road, which we have been given to understand will not be sufficient to handle a capacity crowd, so the City of San Francisco can very well be faced with additional expenses for more access roads. If the stadium site had been chosen closer into town, it could possibly have been where the parking could have been in use 365 days of the year rather than the 77 days of ball playing, plus a few days of special events.



Surely a closer-in location would have far more greatly benefited our merchants, hotels, restaurants, etc. It certainly sooms reasonable to expect that if anyone were in town, rather than on the outskirts, they might spend some time and money here. As we are spending San Francisco tax money to obtain the Giants for the Bay Area, is it not reasonable to expect that most of the benefits should rightly innure to San Francisco?

The fact that the Bayview Park site had been, more or less, decided upon for years is indicated in an August 24, 1956 memorandum which was directed to the Mayor by the then Manager of the City's Recreation and Park Department, Mr. Max Funko. We believe that you will find several paragraphs of this memorandum quite significant. A copy of the memorandum was sent to Mr. Fred Parr, then President of the Recreation and Park Commission, on August 27, 1956, with a letter reading:

"You may have seen in the papers last week where Charles L. Harney had proposed the construction of a baseball stadium on Bay View Park after certain quarrying operations.

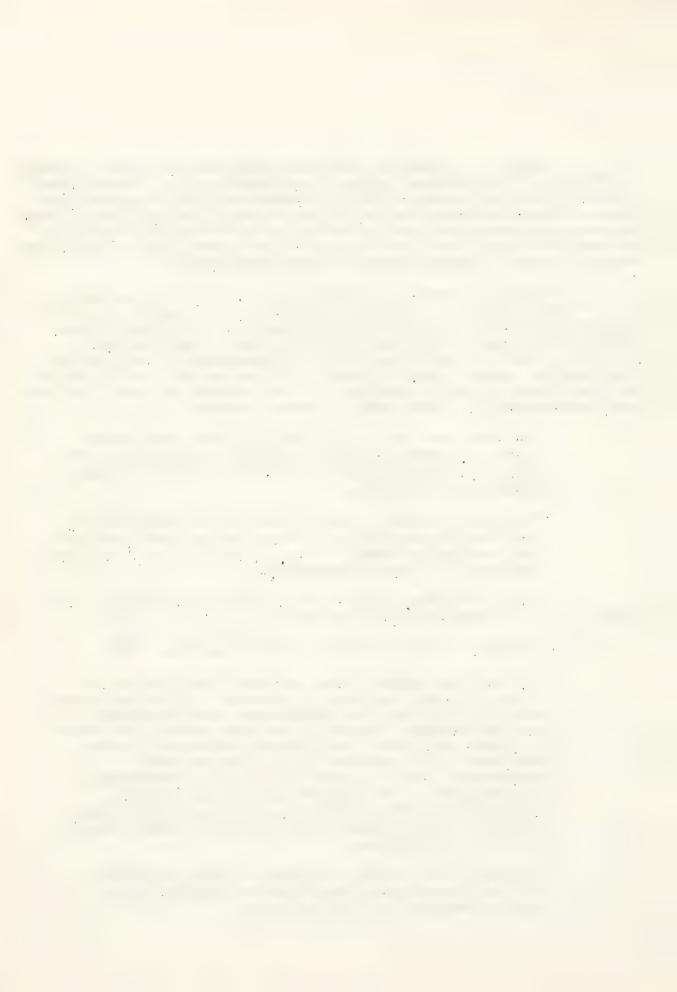
"The Mayor directed that I prepare an immediate report for him on what we knew of the proposal, which I am submitting today to him. Copy of the report is attached for your information."

That part of Mr. Funke's memorandum pertaining to the matter of a baseball site is here quoted:

"SUBJECT: Proposed Ball Park at Bay View Park

"Mr. E. Elmore Hutchison, on behalf of Charles L.
Harney Company, informally proposed a plan for revising Bay View Park to accommodate the \$5,000,000 baseball stadium authorized by the voters, predicated upon obtaining a big league franchise for San Francisco, at a conference held in Mr. Paul Oppermann's office several weeks ago. Attending the conference were Supervisor Francis McCarty, Mr. Oppermann, Mr. Sherman P. Duckel, Mr. Hutchison, myself, and Mr. George Harman, Supervising Engineer for this department.

"Although the plans, according to Mr. Hutchison, are 'still quite in the formative stages,' tho general proposal was as follows:



thirty acres would be quarried to remove 175 to 250 feet off the top, such material to be given to Mr. Harney free of charge and used for the filling in of tidelands in the vicinity for a reclamation project contemplated by Harney and others.

Mr. Hutchison said he did not believe the group should be required to pay for this fill, that removal of same by Harney would constitute a service to the city in accomplishing the entire project.

In this connection, my engineers remind me that fill material is rapidly becoming more valuable, and that in many cases contractors are required to purchase same to accomplish jobs requiring fill.

- 2. Land adjoining Bay View Park on all sides, most of which is owned by Harney, would be quarried at the seme time and all top materials used likewise for fill-in purposes.
- 3. Upon completion of the quarrying, the boundaries of the park would be expanded to include portions of the privately-owned property, the city to purchase same. Preliminary estimates of the price of the expanded property were \$250,000 to \$290,000.
- 4. After land transfers had been accomplished and quarrying completed the city would then build a baseball stadium with accompanying parking facilities, landscaping, etc., to house big league baseball primarily, in line with the \$5,000,000 bond issue approved by the voters several years ago. The stadium would be in the form of an excavated bowl.
- 5. Advantages of this plan, according to Mr. Hutchison, were that the ball park would then be located in a better climatic area, would adequately accommodate parking, and would increase the utility of Bay View Park. The park at the present time is a rather elongated hill-top suitable primarily as a park and not adequate as a recreational facility for organized games such as baseball, etc.



"Mr. Hutchison pointed out the needs of the reclamation project were such as to indicate the importance for speed on this proposal, but he felt it rather inadvisable to push the matter until certain difficulties were ironed out. These included.

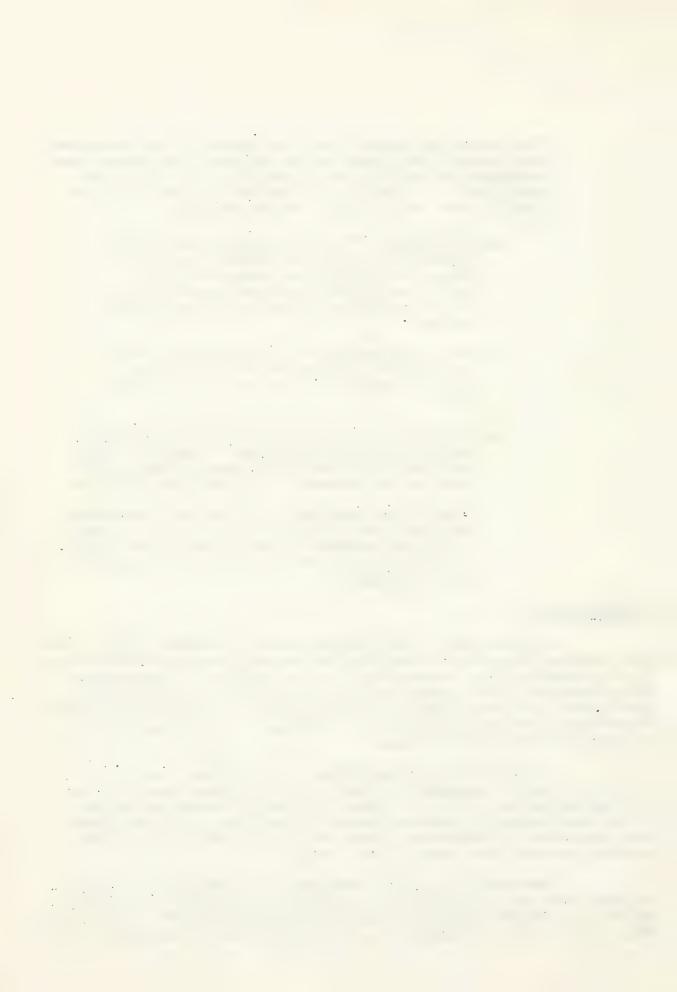
- 1. The inability of the city to spend the \$5,000,000 on the stadium until a big league franchise had been obtained. Supervisor McCarty saw no possibility of this within a period of three to four years.
- 2. The legal question of whether the city could give away several million yards of fill material from the top, of Bay View Park.
- 3. Inability to determine policy on whether the city would be willing to buy adjoining property after quarrying operations to the park in the amount of \$250,000 to \$350,000.
- 4. A legal question would exist as to whether the park land (fill) could be given to Mr. Harney or whether it would have to be disposed of by the usual process of competitive bidding."

STADIUM, INC.

Stadium, Inc., was incorporated on September 24, 1957. The original Directors were Charles Harney, Joseph Silvestri and C. J. Carroll. The latter two were in Harney's organization. The financing and planning of the Stadium was all done while Mr. Harney was President of Stadium, Inc. On February 28, 1958, these Directors were replaced by Mossrs. Alan Browne, Fuller Brawner and Frederic Whitman.

We were advised that "the new Stadium, Inc., was handed an almost consummated deal. All Stadium, Inc., is, is a facility of the City and County of San Francisco to raise additional money to provide funds to complete a project which was inadequately financed, based on the five million of the City's general bond issue." (Tr. 3-43)

"Stadium, Inc., had nothing to do with the selection of the site or negotiating the various contracts." (Tr. 3-43) We had to accept what had already been negotiated." (Tr.3-43) "In other words, Stadium, Inc., only operates to the extent of



basically servicing the debt in accord with what would be considered a normal program." (Tr. 3-15)

Stadium, Inc., was asked, "Who entered into the contract to pay the Harnoy Company \$7,046,000 for the construction of the stadium?" The roply was given, "Well, again, Stadium, Inc., only accepted and passed on under the advice of the City. In other words, all the details and all the negotiations were arrived at insofar as Stadium, Inc., was concerned. All we did was to provide the signatures for a corporate entity to permit this work." (Tr. 3-37)

Stadium, Inc., was asked, "Who are the officers of the National Exhibition Company?" The answer was "I wouldn't be able to tell you exactly. I have never seen a financial statement." (Tr. 3-19)

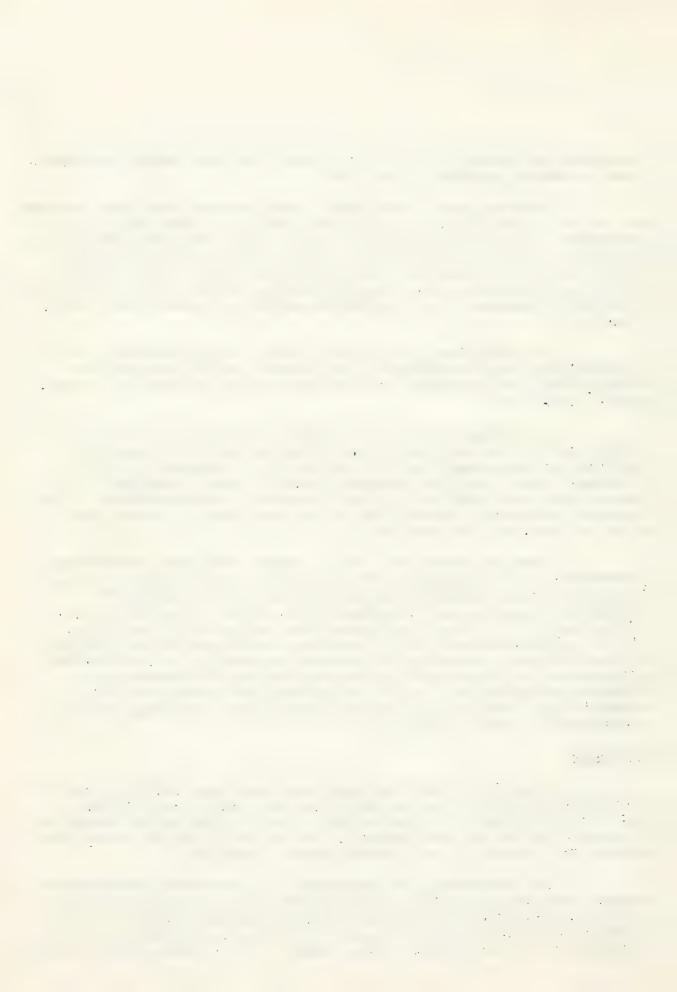
We appreciate that the Giant contract is between National Exhibition and the City. However, as all financing involved in acquiring the site and in the construction of the Stadium, clears through Stadium, Inc., it would seem that they should have been informed of the financial responsibility of the Company from which practically all of the City's income, from this project, will be received.

From the above and from a great deal more confirming testimony, it is evident to the Grand Jury that Stadium, Inc., has had no responsibility concerning the project except to handle the incoming and outgoing funds, which have been previously approved by the Controller. The end result, therefore, of the establishment of this non-profit corporation is that the City could avoid securing the voters' approval of an additional expenditure of approximately ten million, could by-pass the Charter provision with regard to bidding and could and did channel this vast project without competitive bidding, to the contractor of their choice.

COMMENTS

This Grand Jury has not been concerned with the use of non-profit corporations, to build needed public facilities. However, a stadium built principally for 77 days of professional baseball, for which the fans will pay up to \$3.50 per seat, can hardly be classified as a needed public facility.

In discussing the principal of non-profit corporations, it has been stated that in practice the City provides the land and the non-profit corporation provides the facility. In this instance the City purchased most of the land, from the stadium contractor, by using part of the funds voted by the people for a



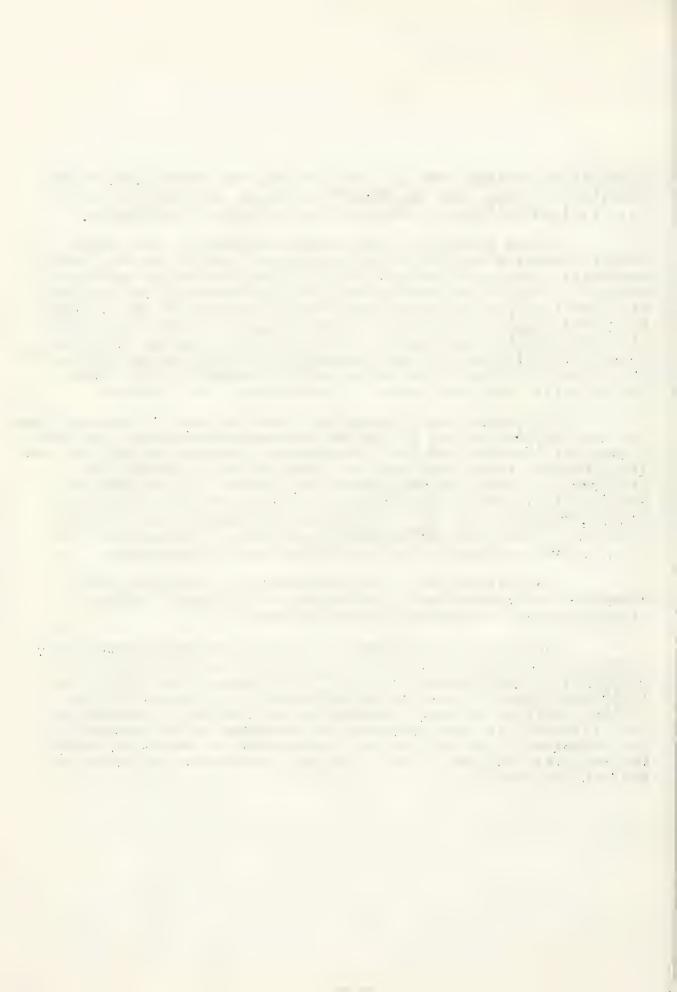
complete Recreation Center. In addition, the City provides the facility by using some \$4,300,000 of street and sewer bonds and also by issuing bonds to the extent, so far, of \$5,500,000.

There have been some reports recently to the effect that the stadium deal might not represent a profit to Mr. Harney and that, because of unanticipated filling and other increased costs, the deal might even prove a losing venture. In view of his very long profit on the land, the approximately two million he is receiving for filling, paving, etc., the large yardage of fill which he is receiving free from the City and the sizeable margin of profit in the approximately \$5,000,000 he is being paid for stadium construction, it is hardly conceivable that this project will even come close to approaching a red figure.

We remind those intorested that for his 41 acres of land and for \$658,000 of his \$7,046,000 stadium construction fee, Mr. Harnev will receive tax free Subordinated Revenue bonds. For the life of these bonds, the tax free interest will approximate \$165,000 per year. Assuming that Mr. Harney is in an 89% tax bracket his income, before taxes, would have to approach \$2,000,000 per year. If a 6% interest on capital invested is considered, more than \$20,000,000 would have to be invested to yield return comparable to the stadium land transaction.

In this regard it is interesting to find that the Franchise Tax Commission of the State of California refused to give clearance to this tax exempt feature.

We have no criticism of a man who is sufficiently farsighted to buy land at a very low price and sells to private companies or individuals at a very high price. The company or individual does not have to be influenced to purchase by the selling skill of anyone. However, we believe the situation is far different, in this instance, as the buyer - the citizens of San Francisco - did not have an opportunity to accept or reject the seller's high price land offering, because of the way this project was handled.



CONCLUSIONS

Lateness of Stadium Investigation

During the last several months derogatory remarks have appeared in the press concerning the lateness of the Grand Jury Stadium investigation. Some people have suggested that the remarks were intended to dissuade the Jury from continuing the investigation, while others thought that in scorning the work of the Jury, its final report would be given little credence by the citizens. Whatever the reason, this Jury has worked hard to bring out the facts as they have been revealed by the testimony of numerous witnesses and by a careful study of many pertinent documents.

There has been considerable talk to the effect that the report of this investigation will not be available until the end of this Jury's year. We should like to point out that since last August the Grand Jury has spent considerable time on this investigation, including meetings on Monday and Thursday evenings. We should also like to remind those interested that, at its meeting on September 25th, the Jury voted to request an appropriation of \$10,000 to finance the retention of appraisers, engineers and others whose assistance would have been most helpful. Approximately one month later, October 20th, the Board of Supervisors gave first reading to a reduced appropriation of \$5,000. On October 22nd, one of the local papers headlined an article, "Mayor may bar Stadium Quiz Funds." On October 27th the Board voted final passage and, shortly thereafter, or about six weeks after the Jury voted to request an appropriation, the Mayor signed.

Then came the securing of competent appraisers. This proved a somewhat difficult task, as all San Francisco members of the American Institute of Real Estate Appraisers with one exception, were "too busy" to accept the assignment. Fortunately we located an appraiser who has had considerable experience in the Candlestick Point district for the government a short time ago.

The M.A.I. appraiser, Mr. Raymond Smith, and Mr. Prakel accepted appointments on October 29, 1958, and on December 10, 1058, submitted their respective opinions with regard to the value of the Harney land, as of October 1, 1957, This date was used because Stadium, Inc., was incorporated on September 28, 1957, and Harney served as president during the time the sale of his land was arranged.

To study these appraisals and to review approximately 600 pages of transcript and various documents, was no little undertaking for a group of men who must give first consideration to their own businesses. We sincerely believe, therefore, that fast time has been made in completing this report.



There have been some who have suggested that this investigation should have been undertaken early in the year. To them we say that if our inquiry had started about the time the new Stadium, Inc., directors took over on February 28th, and continued on a few months until about the time the final documents were executed, in July, there would have been a period of commotion that would have been most disturbing to the City officials and the others who were working on this project. We could add that some of the terms of the contracts might have been different, possibly to the benefit of the people.

From the Jury's standpoint we are pleased that this investigation did not take place during the first half of the year as it might have caused the halt or slowing down of a U.S. Senatorial race. We say sincerely that we would have disliked interfering in any way with the activities of one who aspired to that high office.

The attempt to scorn the Jury's investigation on the basis of the lateness of the effort, fades into nothingness when the story of the last several months is recounted.

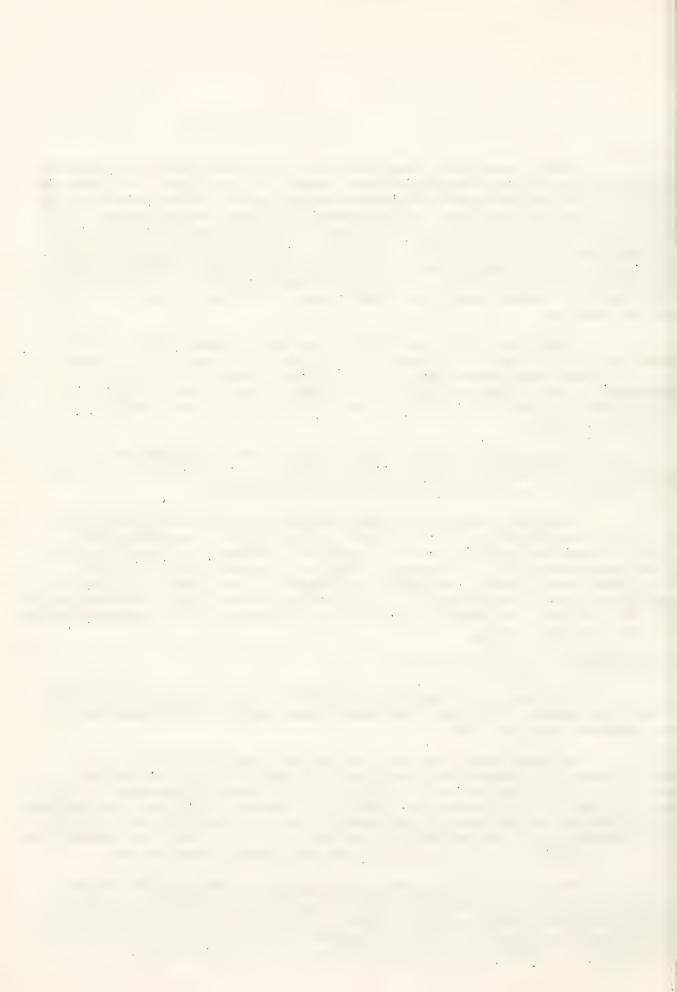
The long delay in appropriating investigatory funds did not help our progress. But of more significance, we must state that it was not until late July that the documents completing the deal were executed. Two weeks later, on August 13th, we first discussed the Stadium deal with the Mayor. The investigation has continued since that date. It is obvious, therefore, that our reply to the frequent remarks concerning the lateness of our investigation is an emphatic denial.

Did the City Get a Good Deal?

For months members of the Grand Jury have been asked with some skepticism, "Did the City get a good deal?" Unfortunately, the answer must be, "NO."

As previously stated, Harney was paid \$2,700,000 for approximately 41 acres of the Stadium site. This price was approximately 41 acres of the City's Real Estate Department. While he was, no doubt, sincere in agreeing to Harney's figure, we believe his ideas of values would have changed very materially had he had the advantage of the counsel of one or two of the outside appraisers who are recognized as authorities on industrial land values.

We had two such authorities working for us, and after weeks of careful and independent study, they reported, as their best judgment, that the fair market value of the Harney land when Stadium, Inc., was formed in September, 1957, was \$2,047,500 and \$1,675,000. As previously indicated, this means that the



\$2,700,000 Harney received for his 41 acres was 32% above the sound value established by one competent appraiser, and 40% above that of the other authority.

If these authorities are right, and we believe the values of both leaned toward the high side, particularly the one who quoted \$2,047,500, Mr. Harney sold his property to the City at from approximately \$650,000 to \$1,000,000 above the fair market value.

We want to add that the appraised value of the land would have been a great deal less had the estimate been based on values a year earlier in 1956 when the decision to incorporate the Harney land in a Recreation Center had fairly well jelled,

One feature of this deal to which the Grand Jury seriously objects is the bypassing of competitive bids by the use of the non-profit corporation plan. The legal right of the City officials to use this plan is unquestioned, but we have some reservation respecting the moral right. We definitely are not inferring that we found anything dishonest about this deal, but because many additional millions were required, after the people were told at election time in November, 1954, that the complete package would cost \$5,000,000, we believe the stockholders of our City, the taxpayers, should have been given the right to decide whether they wanted the Stadium badly enough to assume the added bond burden.

The bond issue which the people voted on November 2, 1954, made it very clear that the \$5,000,000 would cover the complete package. It read:

PROPOSITION B

Recreation Center Bonds, 1954. To incur a bonded indebtedness in the sum of \$5,000,000 for the acquisition, construction and completion of buildings, lands and other works and properties to be used for baseball, football, other sports, dramatic productions and other lawful uses as a recreation center.

There was ample time to permit the taxpayers to decide whether they wanted major league baseball, to the extent of an additional investment of \$10,000,000, as the Mayor and Supervisor McCarty were told by Horace Stoneham during a meeting in New York in April, 1957, that "Any figure other than ten or eleven million dollars shouldn't even be discussed, because there would be no possibility or probability of a Major Club moving to that particular community." (Tr. 2-153)



As a further indication of the ample time angle and, in addition, a statement of the very heavy added cost of the adopted financing procedure, one high authority told the Grand Jury, "I don't know when the City decided it was going to cost more than five million dollars to build the stadium, but -- suppose it was in the middle of the summer of 1957, the City could still have gone to the electors at the November election and said, 'We need another ten million dollars to build the stadium' and it could have been done for a third of the price." (Tr. 1-163)

It is our conviction that where so much additional money is involved, a few City officials should not accept responsibility for the investment of millions unauthorized by the voters, despite their conviction that major league baseball would be a fine thing for San Francisco and its citizens.

For all of the many sound reasons, herein presented, we are thoroughly convinced that,

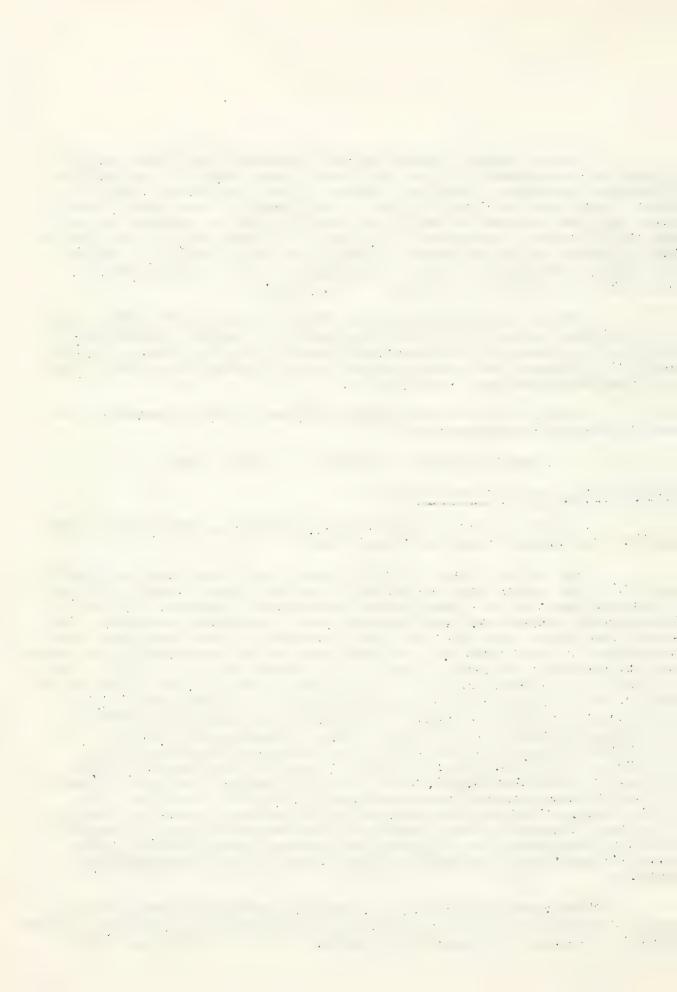
THE CITY DID NOT GET A GOOD DEAL.

Did the City Make a Good Deal?

To the subject of this report, "Did the City make a good deal?", our answer is a positive, "NO."

We believe that the City made a bad deal from the standpoint of the exorbitant price paid for the Harney land. This has been confirmed by the independent appraisers' reports. Recently, through the newspapers, we learned that a prominent appraiser advised the Mayor that the City got a bargain in the land which was purchased for the Stadium. We have not had an opportunity to review this appraisal, but assume that it was based on the land as it will be when the construction job is completed. Our interest was in the value of the land in its original condition and not after a great many millions have been spent in filling the underwater portion, bringing the land up to grade, paving, building streets, etc. is probably true that the City's appraiser agrees with our appraisers that \$5,000,000 is a fair value for the finished land. Having in mind that \$10,000,000 is being expended on this property, it would seem reasonable to consider \$5,000,000 to be the fair market value. We further believe it is entirely possible that the City made a very bad deal when they contracted to pay \$7,046,000 for building a stadium, filling and grading the high cost land, etc., without the information gained from the customary bid procedure.

We have had no way of securing information that would enable us to come to sound conclusions regarding the various Stadium costs, because, as is generally known, the Mayor and the Finance



Committee of the Board of Supervisors refused to approve funds for any professional investigatory work other than the appraisers.

As to the structure, since it is a requirement of all City projects to call for bids, this Grand Jury deems that the use of Stadium, Inc., the City's alter ego, permitted evasion of this requirement.

Another great mistake was made in allowing the National Exhibition Company to retain full and uncontrolled T.V. rights. In the event of a few bad years, our parking lot income will automatically fall off to a point where we might be in serious trouble with respect to meeting the annual obligations involving the prior lien and subordinating bonds, since the Treasury Department, under date of July 25, 1958, stated, respecting the responsibility of San Francisco, "Hence, the bonds will in effect be issued by the City and County of San Francisco."

Regardless of all of the work already done, the Jury will continue on with this investigation should the Presiding Judge so request.

In addition to our views concerning the very high price paid for the Harney land, you have observed, throughout this report, many features of the Stadium deal which are unsound as well as many which will surprise you, as they did us.

We sincerely believe that only one logical conclusion can be reached by any unprejudiced person --

THE CITY MADE A BAD DEAL.

* * * * *

Approved by the Grand Jury December 29, 1958

PAUL A. RYAN Secretary HENRY E. NORTH Foreman



SAN FRANCISCO GIANTS BASEBALL PROJECT

MINORITY REPORT

The undersigned, of the 1958 Grand Jury, respectfully submit the following report on the San Francisco Giants Baseball Project. Any questions which have been submitted for study by the Grand Jury must of necessity, be factual questions and for valid judgment has to confine itself to actual agreements set by the City. The worst thing that any Grand Jury can do is to create a public suspicion and then run away from it. The undersigned does not intend to evade the question as this would be the greatest disservice the Grand Jury could do to the City and County of San Francisco.

The 1958 Grand Jury of San Francisco took it upon itself, in its capacity as a Grand Jury, to investigate the San Francisco Giants Baseball Project with its correlated agreements between; National Exhibition Company (Giants); San Francisco Stadium, Inc.; Chas. L. Harney, Inc.; Chas. L. Harney and assorted other individual owners of property within the site area.

We could speculate forever but that is not our undertaking. We have been given specific documents and a specified site, our conclusions must be based on these two points. No hypothetical question such as; 'alternate locations' are to be considered.

During the taking of lengthy testimony the following major points were considered and the following is the conclusion of this report on these subjects.

Our over-all question is: Has this Baseball Project been to the best interests of the Citizens of San Francisco? From all factual evidence within our hands we conclude that this is a good project for San Francisco.

Market Value

The Grand Jury retained two real estate appraisers, Mr. Raymond D. Smith and Mr. Fred D. Prakel, to make an appraisal report of the San Francisco Giants Baseball Project. Both appraisers were asked to appraise the property as of October 1957, and then a further appraisal as of the date of completion of the grading, filling, levelling, paving, draining, lighting, bumper guards, striping, compaction of the land. It is the opinion of this report that the "Before" appraisal is purely academic and immaterial and that our only concern should be with the "After" appraisal or the complete package for which the City and County of San Francisco paid \$5,000,000.00. The endorsement of the \$5,000,000.00 check paid to S. F. Stadium, Inc., by the City and County of San Francisco, reads



as follows: "Acquisition of all real property as presently improved i.e., filled and brought to grade within site of the San Francisco Municipal Stadium other than lands now owned by or under option of sale to the City and lands owned by the State of California and sold to City and County of San Francisco but including surrender of lease on said State of California lands together with improvements, filled and brought to grade.

The appraisal of the City Real Estate Department by Mr. Philip Rezos, was \$5,200,000.00. The appraisal of Mr. Smith, representing the Grand Jury, was \$5,830,000.00. The appraisal of Mr. Prakel for the completed package was the sum of \$4,987,500.00.

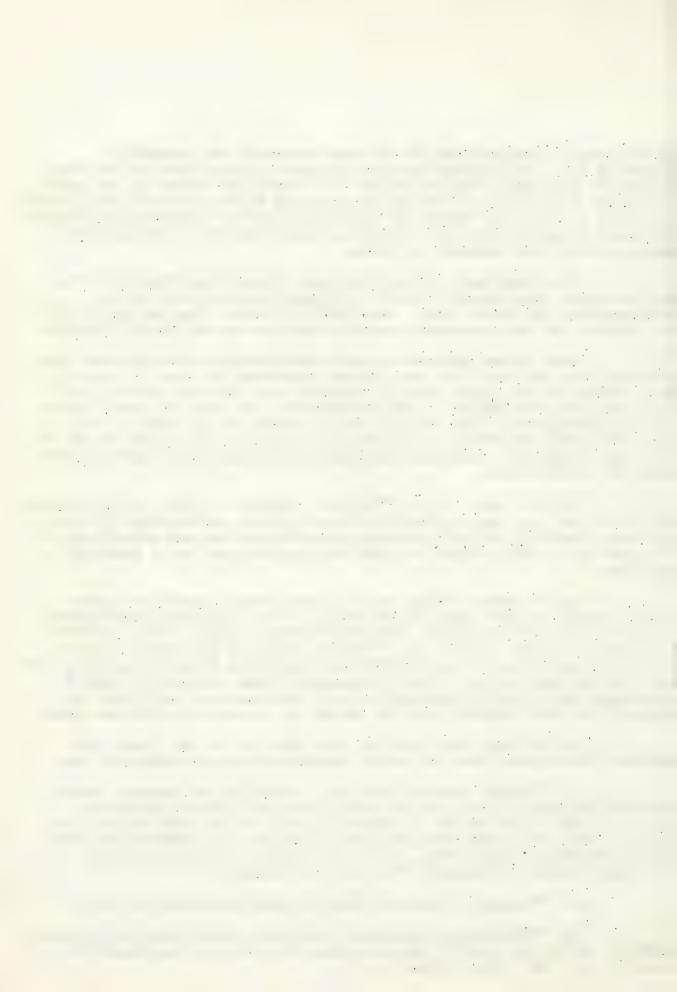
Into these appraisals more consideration should have been given to the value of the Rock Quarry operated by Chas. L. Harney, Inc., which is the only legally operated Rock Quarry under permit from the City and County of San Francisco. The quarry itself contains approximately five million cubic yards of red rock materials that have been approved by the State of California. This amount of material would net approximately \$100,000.00 per year for anywhere from 15 to 20 years.

We feel that in the "Before" appraisal, that the appraisers neglected to give ample consideration to three additional factors; climate, scarcity of available and suitable sites and assemblage of the package by one contractor and the special use for a Baseball Stadium.

As to Market Value, we feel that both appraisers gave little credit to the special use value. The California Definition of "market value" emanating from the Supreme Court of the State of California states as follows: "Market Value is the highest price estimated in terms of money which the land will bring if exposed for sale in the open market with a reasonable time allowed to find a purchaser buying with knowledge of all the uses and purposes to which it is best adapted and for which it is capable of being used."

In writing this opinion into the Law of the land, the Supreme Court made three valuable contributions to Appraisal Law:

- l. "Value results from use. This is, of course, basic economic precept. Real estate would have no value in exchange unless it had value in use as prerequisite. Value and utility go hand in hand, and when coupled with scarcity, the combination produces optimum values. Thus, the value aspect of real property is one which arises basically from the use concept."
 - 2. "Value is derived from the profitableness of use."
- 3. "The profit derivable from use is not only the present profit. It is the profit now and into the future; the immediate benefits and the future benefits."



These decisions by the Courts must be accorded considerable weight by appraisers in their selection of a particular definition of value.

We feel that this report concludes that climate and use should have been given far more weight than the appraisers have done. Also, that no consideration was given to the fact that under the leases from the State of California to Harney or his representatives, no consideration was given to the right of the option to purchase said property by the Lessee.

Taking the average of all three appraisals, the average sum is \$5,342,726.00 or a total of \$342,726.00 in excess of what the City paid. What further proof is needed that in this package deal the City bought a valuable asset for its continued growth as one of the largest Cities in the world.

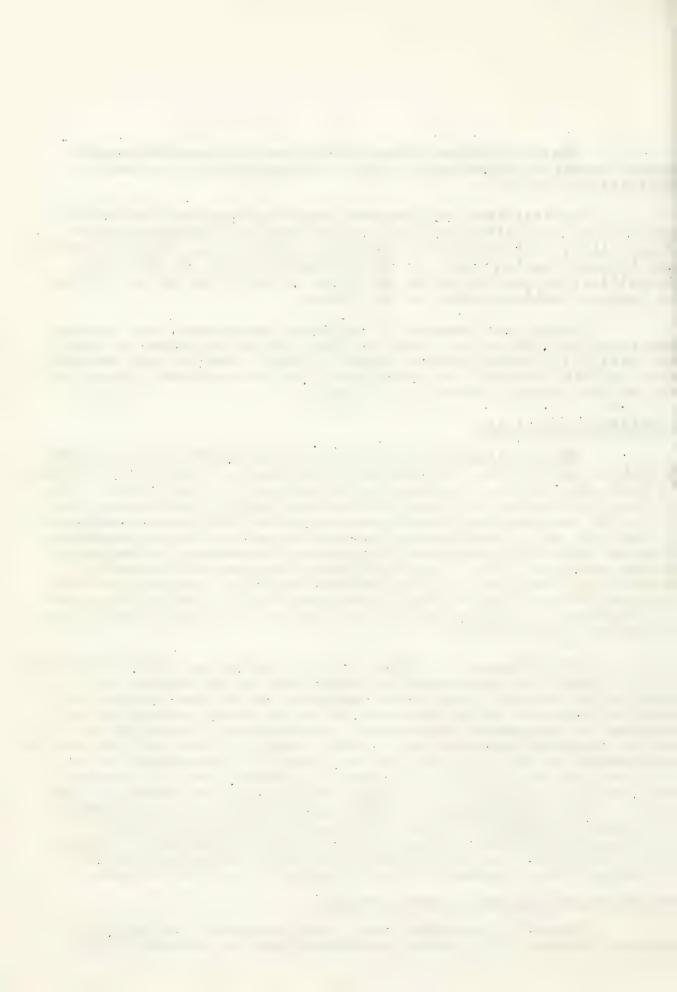
Skyatron & Television

The possibility of paid T.V. in the near future presents a problem both to the City and the bondholders. The general feeling is that there will be a great loss of revenue at the Stadium. The proposed ordinance which has had hearings before the Finance Committee of the Board of Supervisors calls for "The Grantee shall pay to the City as a franchise and permit fee and as further compensation for the rights and privileges granted hereunder, a sum equal to two per cent (2%) of its Total Gross Receipts as defined in Section 21. Such fee shall be paid to the City quarterly and the payment thereof shall be due on or before ninety (90) days succeeding the close of each quarter of a calendar year during which this franchise is in effect."

The proposed ordinance goes on further to state "Franchise property shall be constructed or installed in, on, under, or over streets and alleys only at such locations and in such manner as shall be approved by the Director of Public Works, acting in the exercise of reasonable discretion. Construction, installation, or use of franchise property in all other public places shall be subject to approval of and regulation by the Board of Supervisors and subject to such terms as it may impose, in addition to the approval required by law of any other board, commission, or officer of the City." From interpretation of the above sections before Skyatron can become operative from the San Francisco Multiple Purpose Stadium, it will take further negotiations with the Board of Supervisors at which time consideration can be given to the loss of revenue, if any, because of the operation of paid television.

San Francisco Multiple Purpose Stadium

The 1954 Recreation Bond Issue proposed a Multiple Purpose Stadium. This report concludes that the present 42,000



capacity Multiple Purpose Stadium from the testimony of John S. Bolles Architect, that a permanent football field will be installed along with the baseball diamond. With temporary bleachers it would have a capacity of 54,000 and upon completion of the bowl type Olympic Multiple Purpose Stadium would have a football, baseball and Olympic track capacity of 89,000. At its present 42,000 permanent capacity temporary seating can be arranged as in the Cow Palace for a total capacity of 65,000 for boxing matches. The Recreation Department is now attempting to book the Multiple Purpose Stadium for events other than the 77 days of baseball of which the total revenue will go to pay off the revenue bonds.

Condemnation Procedures

Should the City have acquired the properties through condemnation? Mr. Smith stated in his appraisal report, "For the purpose of this Multiple Purpose Stadium and the parking required incident to it, at least 65 acres was required. It would have been very costly to have assembled so large an area from private owners, and it would have taken a great deal of time. While the City had the right of condemnation, there would have been some legal doubt about the right of immediately taking over this purpose."

As it was, three of the small property owners almost went to Court. It therefore may be concluded that although the price paid may be higher than that under condemnation procedures (which normally take about two years), considering the time factor, condemnation would not have been practical and would have cost San Francisco the Giants' contract.

From the testimony of Dion Holm, City Attorney, we did have the right of condemnation but would not have the right of immediate possession as in schools, streets or highway condemnations. That by waiting for final judgment of condemnation the cost of labor and materials for construction of the Multiple Purpose Stadium would far exceed the monies additional if any paid for the land than condemnation proceedings would bring. An additional factor is that "Proposition B" \$5,000,000.00 Bond Issue passed in November 1954 would have expired in November 1959.

Also, the Letter of Intent of the Board of Supervisors dated October 1957, states that in the event the Multiple Purpose Stadium is not ready for occupancy in season of 1958 that the City would contact Mr. Paul Fagan for permission to use Seals Stadium for the year 1958 which contemplated a Stadium for the Giants not later than 1959.

Revenue Bonds vs. General Obligation Bonds

Harry Ross, San Francisco's very efficient Controller is the man responsible for a new tool in Municipal tinance, the use of



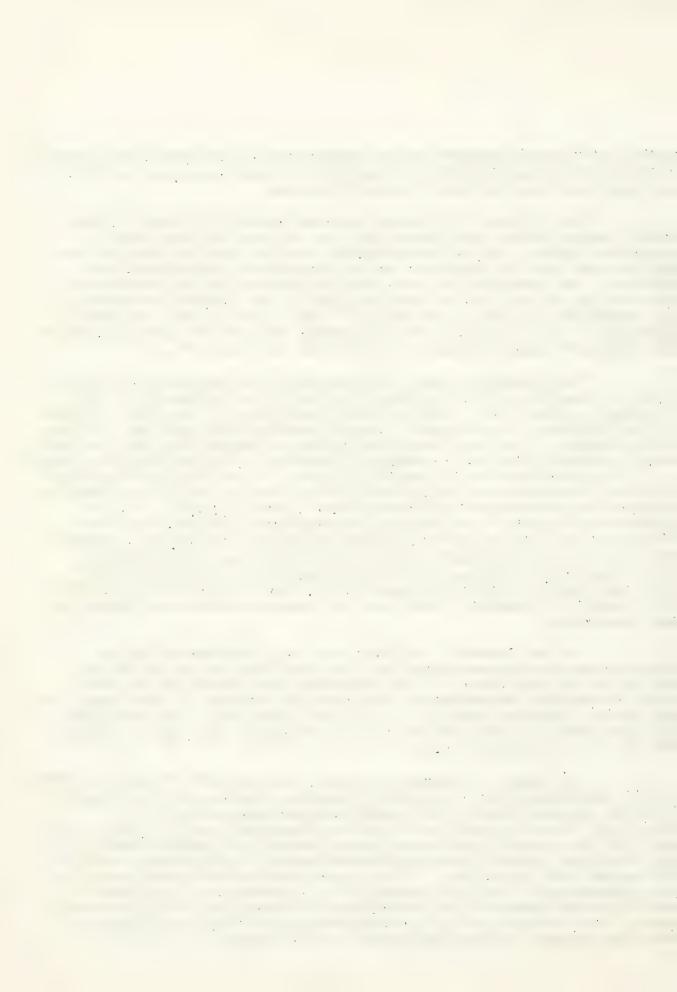
non-profit corporations to build needed public projects such as the; Fifth-Mission, Sutter-Stockton and Civic Center Garages, as well as the San Francisco Multiple Purpose Stadium.

The Bureau of Internal Revenue holds that where a non-profit organization was formed for the purpose of furnishing government with a public improvement, neither the earnings of the corporation nor the interests on the corporate debentures were taxable. The advantage to the City and County of San Francisco is that the users pay for it, thus relieving the general taxpayers of the Community. As Mr. Ross stated: "the debt is only secured by earnings of the facility and they cannot look to the property or to the City and County's general credit for any recovery."

S.F. Stadium, Inc., has deposited in escrow concurrently with the deposit of \$5,000,000.00 by the City and County of San Francisco, a Deed and a Bill of Sale conveying to the City & County of San Francisco the aforesaid lands together with all the improvements thereon. The San Francisco Multiple Purpose Stadium revenue bonds according to Alan K. Browne, President of S. F. Stadium, Inc., are a "bargain rate at 5% for 30-35 years." Los Angeles recently financed a sports arena with an interest cost of 5-1/2% and the Los Angeles Transit Authority financed bus lines at 5-3/4%. It is interesting to note that Detroit, Boston and Cleveland are now following our pattern of financing through revenue bonds. General Obligation bonds for twenty (20) years would run about 3-1/2% according to Mr. Browne. One recent issue for 13 years by the City and County of San Francisco ran 3.07%. It must be remembered that General Obligation Bonds are the responsibility and burden of the taxpayers.

In the Baseball Project, the San Francisco Multiple Purpose Stadium Revenue Bonds will be paid for by the sporting public of the Bay Area. It is estimated that over 40% of last years attendance represented fans residing outside of San Francisco. The 49'ers likewise have had a similar experience. The Multiple Purpose Stadium customers and not the taxpayer will in the longrum, pay for the recreation center.

One thing to remember is that the pay-off of revenue bonds may be accelerated as a result of increased revenues at savings of interest whereas General Obligation Bonds must carry on to maturity. The City and County of San Francisco may, in 1970, after ten (10) seasons of experience, pass General Obligation Bonds for the remaining bonded indebtedness and pay off the revenue bonds at a premium cost of 4-1/2%. It is also possible that this could be done immediately with the consent of all parties if initiated by the City and County of San Francisco. However, by 1970, we should know if the revenues will be forthcoming and then is the time to vote the General Obligation Bonds for the purpose.



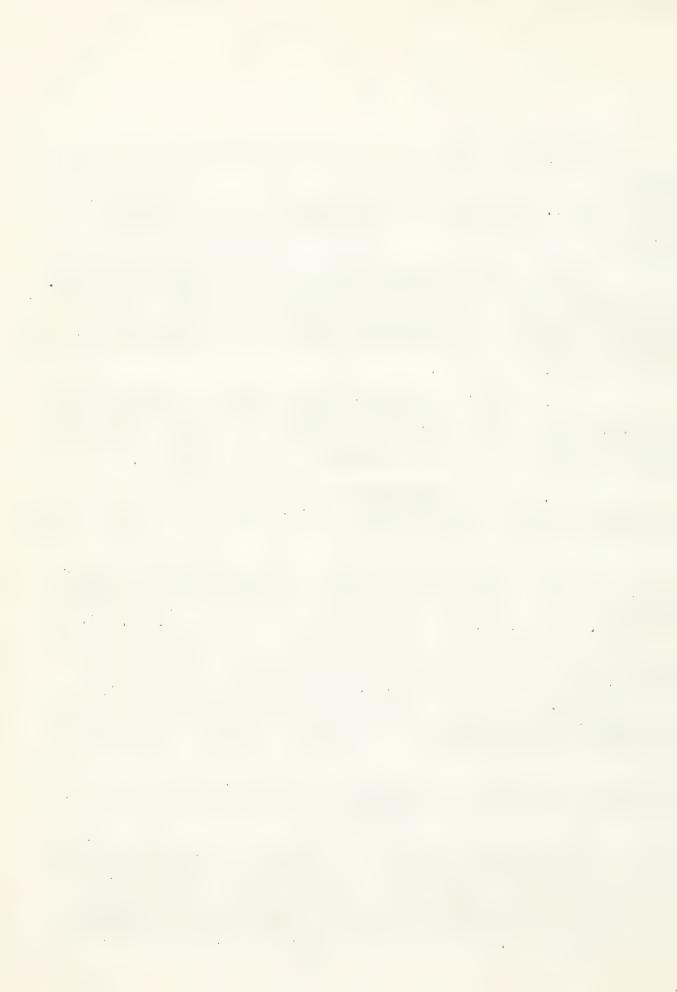
There are Four reasons for the use of Revenue Bonds in this case:

- 1. The Bonds are paid for by users of the facilities and not a burden of the taxpayer or the City and County of San Francisco.
- 2. A General Obligation Bond of this amount would put the City and County of San Francisco closer to its bonding capacity. On September 30th, 1958, there were unissued but voted by the tax-payer, \$68,000,000.00 of bonds for hospitals and other new revenue producing measures. The debt limit at this time was \$41,000,000.00. Therefore the City and County of San Francisco could issue only \$41,000,000.00 of Bonds.
- 3. The City and County of San Francisco could not have financed by the use of Revenue Bonds by the City and County of San Francisco even if authorized by voters due to the fact that said Bonds would not be marketable because of lack of experience in the revenue production of such a facility in San Francisco.
- 4. Because of unreasonably high percentage of votes (66-2/3) required for passage of a bond issue, and the lack of time to place the bond issue before the general public, the revenue bonds became a handy expedient.

If the San Francisco Multiple Purpose Stadium Project were financed in a similar way by use of General Obligation Bonds bearing in mind the date of execution of documents, we would have \$2,000,000.00 at 3.61% for thirty (30) years and \$3,500,000.00 at 3.86% for thirty-five (35) years and that such bonds would become a general obligation of the City and County of San Francisco and the taxpayer. The interest for the above issues would total for the 30 and 35 years \$3,551,000.00, as against the approximate \$6,000,000.00 if the Revenue Bonds were carried to maturity. But the latter \$6,000,000.00 is not a General Obligation of the City and County of San Francisco or the general taxpayer, but paid by the users of the facility.

If last years' attendance of 1,270,000 in a 22,000 capacity stadium is any criterion, it would take approximately eighteen (18) years to fully pay off the Revenue Bonds.

The question of competitive bidding is relatively unimportant since all construction and contracting is supervised and checked by City Departments and the Board of Supervisors. As more and more nonprofit corporations are formed they will bid among themselves for the privilege of building needed public facilities. The non-profit corporation has proved itself a needed adjunct in City government. This is especially true as we approach our debt



limit. General Obligation Bonds should be used only in non-revenue producing ventures (such as schools and hospitals) that our voters may desire. The use of Revenue Bonds is not a method of by-passing the voter but a means of providing for more worthwhile issues.

Conclusion

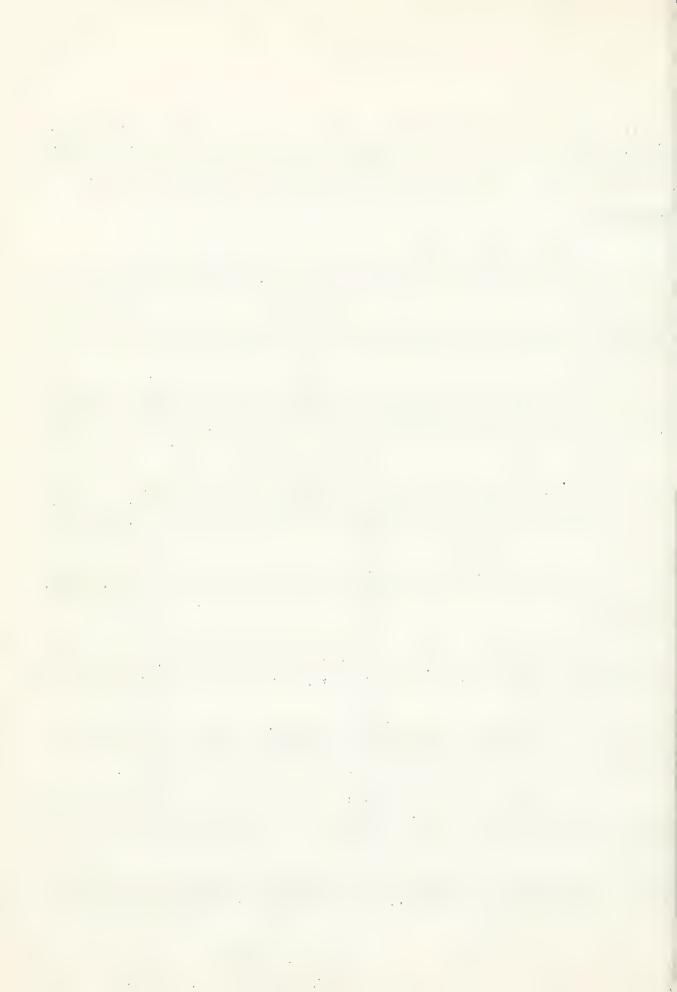
Our overall conclusions are:

- 1. The site was the most suitable and adaptable to be found in the City and County of San Francisco.
- 2. The 1954 Recreation Bonds proposed a Multiple Purpose Stadium. We feel that this Stadium was built with that purpose in mind and fully complies with the Recreation Bond issue.
- 3. We see from all considerations that by procastination the City and County of San Francisco would have lost the Giants and that even in such an event had the Giants remained, the additional cost of construction would have been prohibitive. Also the legallity of the issuance of the Bondsafter November 1959.
- 4. Skyatron. The proposed Ordinance between Skyatron Television Inc., and the City and County of San Francisco calling for a payment of 2% of the gross revenues and for further negotiations with the Board of Supervisors for use of public places will assist in the covering of any losses by the use of pay Television.
- 5. Condemnation: Because of the time element necessary to complete this project, condemnation proceeding would be costly, lengthy and ultimately cost the City and County of San Francisco the Giants.
- 6. Market Value: The average of all three appraisals was the sum of \$5,342,726.00 or total sum of \$342,726.00 in excess of what the City and County of San Francisco paid for the land with its improvements.
- 7. General Obligation vs. Revenue Bonds. The use of Revenue Bonds was the only means of bringing the Giants into San Francisco, since there was not sufficient time to present the question of General Obligation Bonds to the voting public.

We feel that the Baseball Project will be the center of new growth of a great Industrial Area in the Hunters Point Recreation District with its 400 acres giving added employment and investment opportunities to our City.

The undersigned hereby commend all City Officials and other participants in doing a very efficient and excellent job in the formulating of the San Francisco Multiple Purpose Stadium Project.

LEO J. MURPHY



COMMITTEE

R E P O R T S

A D O P T E D



JUVENILE DEPARTMENT

The San Francisco Juvenile Department is made up of three distinct divisions: Juvenile Hall, Probation Department and Log Cabin Ranch School.

Superior Court Judge Melvyn I. Cronin presides over the Juvenile Department which is located at the Youth Guidance Center. Two referees appointed by the Judge assist in hearing cases requiring official action. Judge Cronin and Chief Probation Officer Thomas F. Strycula and their staffs are highly commended by the Jury for their dedicated devotion and long, untiring efforts in accomplishment under conditions in which it is difficult to attain perfect operation and administration due to the following circumstances:

It is recommended by the 1958 Grand Jury that adult crimes against children be transferred to the new Hall of Justice (when completed) and that only if necessary, preliminary hearings in these cases be heard by Judge Melvyn Cronin and that the jury trials be held in the new Court House. This procedure is followed and Los Angeles and Alameda counties. This will help to alleviate the tremendous work load that Judge Cronin is carrying. He is performing in some cases a 5- and 6-day work week and some night work.

Juvenile Hall

Juvenile Hall is under the excellent and efficient direction of Elmer J. Gastjen. The overcrowded condition of this deportment is of grave importance and should be corrected immediately. Following is a count of the daily average population and the capacity:

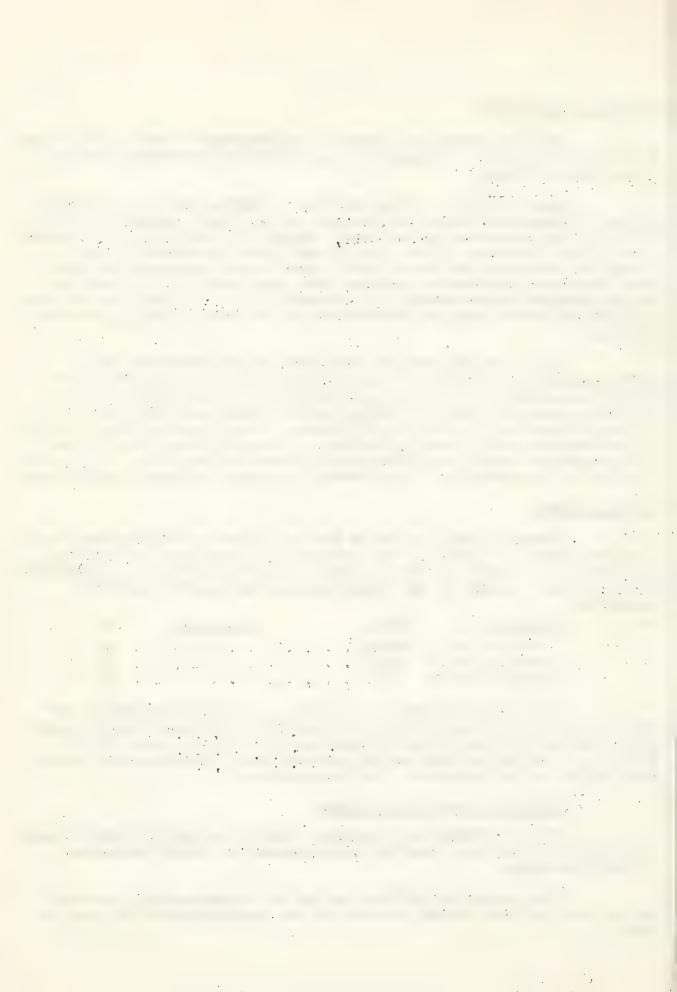
Population	234.0	234.0						Capacity						195
Problem Bo			•											75
Problem Gi	-													
Neglect Ca	ses 85,1													85

The Youth Guidance Center has a smaller percentage of total bed space for difficult children than any four other comparable counties having juvenile home capacities in excess of 100, because it is caught between an extraordinary high rate of referrals and a low bed capacity for delinquents.

Delay in Processing Cases

For the following reasons, some cases are delayed as much as three or more days, thereby being cause for extra bed space being overtaxed.

One probation officer may have as many as 115 cases to supervise, the norm being from 60 to 80, depending on the type of case.



JUVENILE DEPARTMENT - Continued

Many delays occur because of the lack of sufficient clerical assistance to prepare the necessary documents for court.

. Shelter Case Facilities

The shelter care facilities of the Center have capacity for 80 children which is exceeded more often than not. Average length of stay for dependent children in 1958 was 40 days. This far exceeds the generally accepted practice throughout the State. The time element should be reduced for the welfare of the children and the relieving of the overcrowded condition of the cottages.

The San Francisco Probation Department, because of a City crdinance, and unlike probation departments of most other counties, does not take an active part in foster home placement of non-delinquents. This responsibility is placed in private and public agencies other than the probation department.

It is recommended that the Probation Department be authorized to pay a higher rate for board and room for temporary care of dependent children who must wait for long periods of time until they are placed in permanent foster homes. Thus, a substantial decrease in the dependent case load could be anticipated.

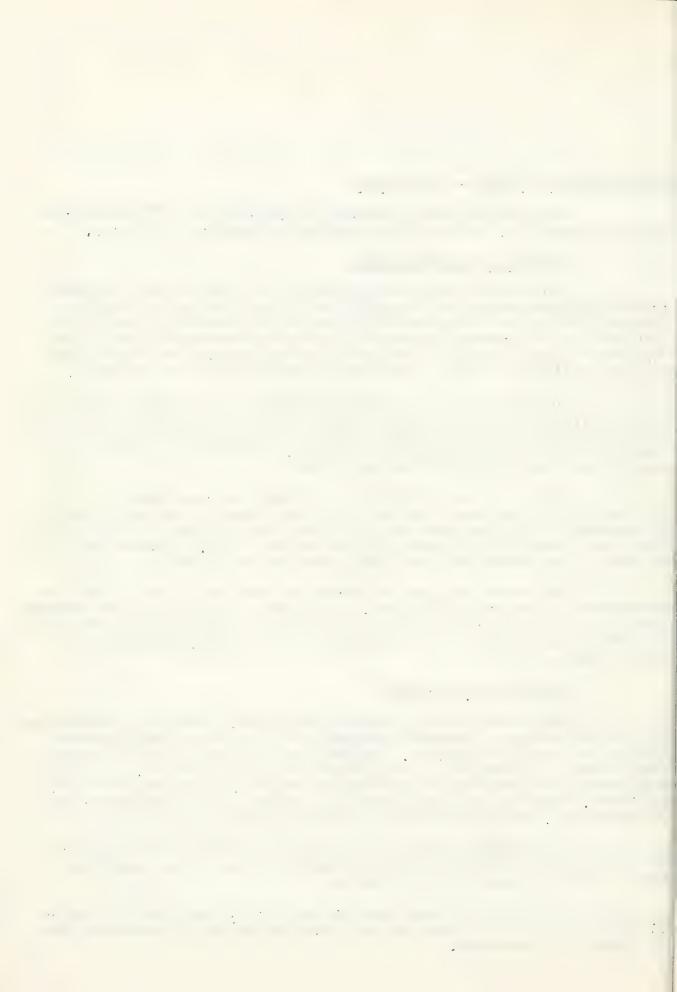
The transportation of wards to and from institutions is conducted by probation officers. It is recommended that two transportation officers be assigned to the Youth Guidance staff to enable the Probation Officers to concentrate on case investigations and supervision.

Probation Department

This department is supervised by Mr. Chester V. Pampanin. Mr. Pampanin has a thorough knowledge of his duties and executes them in an excellent manner. In the late spring, the 1958 Grand Jury carefully considered and studied the problems of the Center and passed a resolution requesting an additional twelve probation officers, based on the fact that the average daily population was 223 children, which exceeded the maximum capacity of 195.

The highest census in the history of the Center occurred on May 5, 1958, with 318 children in residence - when many beds were placed in halls and corridors.

In spite of these established facts, the Board of Supervisors granted an increase of only two probation officers instead of twelve as requested.



JUVENILE DEPARTMENT - Continued

It is recommended that at least a minimum of ten probation officers be granted at the next budget hearing.

Log Cabin Ranch School

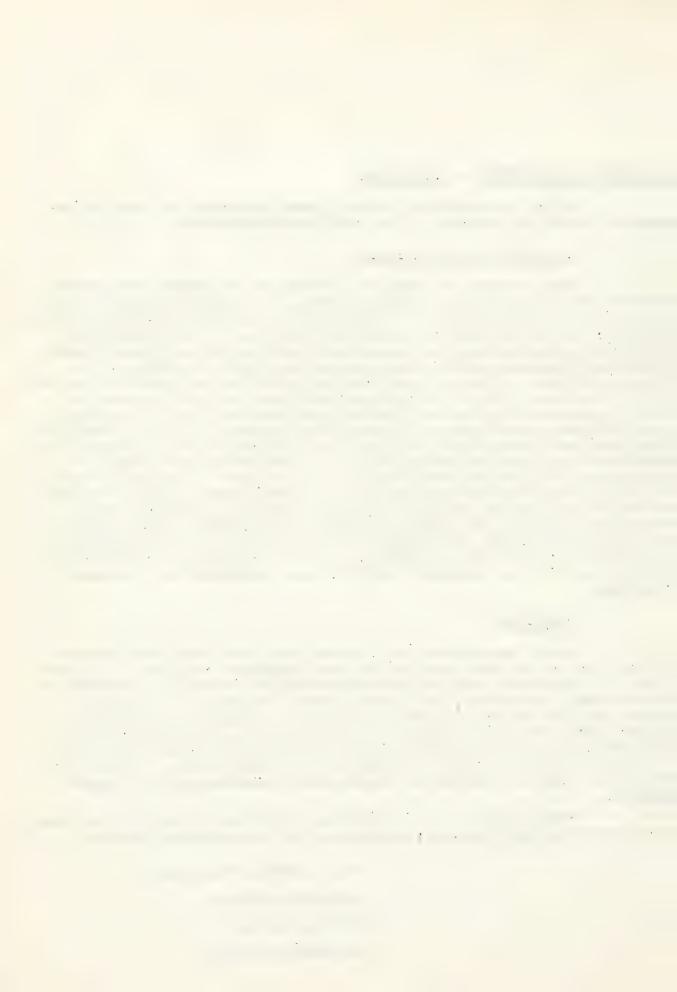
This school for boys is located at La Honda, California, for the rehabilitation of problem boys. The Ranch provides a regular school curriculum by the San Francisco School District; a farm program, and an automobile mechanical course. A new Recreation Hall and Dormitory has been completed; and the Elmer Skinner Auto Muchanics Building, which was erected by private capital, is in full operation. A master plan has been started and approved to rebuild the Ranch, and it is recommended that the work proceed as rapidly as possible because the old buildings are in a deplorable condition and constitute a present fire hazard. In this rebuilding the State will contribute to the city \$108,000 as their share. city receives from the state \$95.00 per month for each boy who attends the Log Cabin Ranch School. It is also recommended that a Utilities Building be authorized. Log Cabin Ranch School for Boys is under the general supervision of Mr. Strycula, but the daily operation is under the able leadership of Mr. Chay. The committee was impressed by the fine attitudes and liaison that exists between the boys. Mr. Chay and his staff. A true big-brother relationship exists, and it was observed that Mr. Chay commands full respect of the boys.

Auxiliary

Great assistance is afforded the Youth Guidance Center by the Volunteer Auxiliary which was organized in 1950. Its more than 600 volunteer members contribute active volunteer services in educational, spiritual, and recreational programs for children under the care of the department; also, in many instances, cash grants and awards are donated to further those activities. The 1953 Grand Jury commends them highly for their efforts which help in a high degree in the operation of the institution, without which the city would be obliged to secure more personnal and a larger budget.

This report is respectfully submitted to whom it may concern for their information, guidance, and appropriate action.

ROY J. SCOLA, Chairman
GERTRUDE LEVISON
EARL S. LOUIE
MARGARET KLAUSER



RECREATION AND PARK DEPARTMENT

An unusual circumstance was met by the Parks-Recreation Committee of the Grand Jury at the very outset of the year. The former General Manager of the Recreation and Park Department had just been replaced, the Commission having named Raymond S. Kimbell, the Recreation Superintendent, as Acting General Manager.

This circumstance posed certain understandable problems for the Department's staff. Included in the circumstance was the Commission's announcement that it would conduct a search --- throughout the country, if necessary --- to find a person with the proper professional qualifications to permanently fill the position of General Manager.

The Grand Jury Committee, after a careful review of the Department, held a meeting with the staff on the evening of March 26, 1958, which was quite extraordinary for it was the first time that a Grand Jury Committee had ever held such a meeting with the full staff.

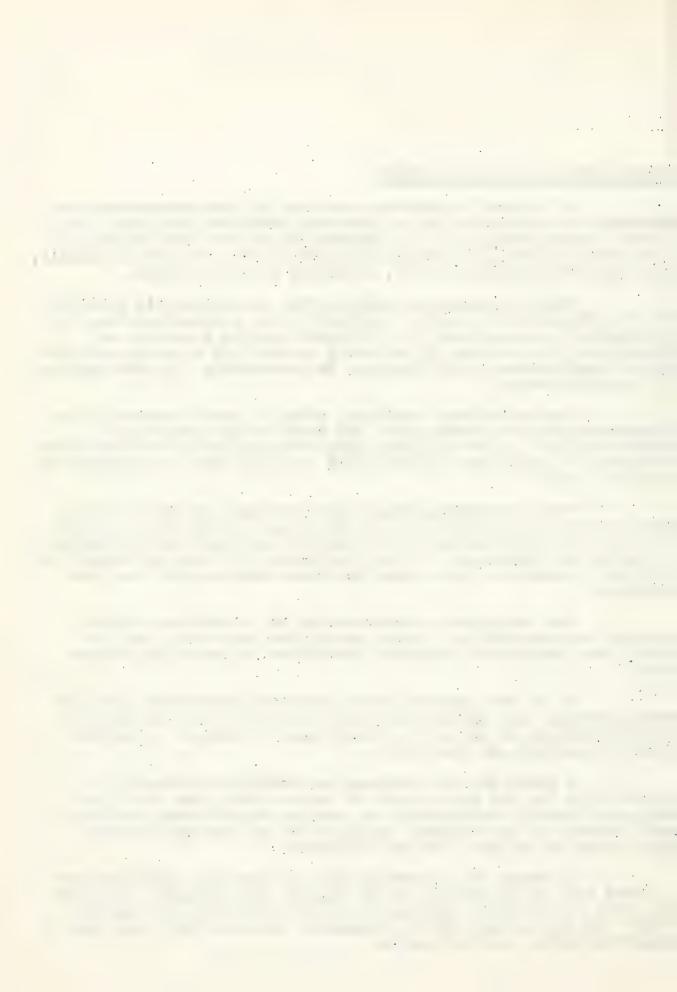
Many interesting ideas were developed at this meeting. The Committee determined that in its opinion there were a number of qualified Staff members who could fill the position of General Manager, and recommended to the Commission that its appointment be made as a promotion from within the Department rather than from outside.

The subsequent appointment of Mr. Kimbell as General Manager was regarded as a sound one by the Committee, and, to judge from widespread community acceptance, a generally popular move.

It is the opinion of the Committee that there has been real progress made in the Department this year, both in terms of better teamwork on the part of Staff and in terms of accomplishments in service and facilities.

A great deal of progress was noted in developing a Master Plan for the development of McLaren Park, and the first stages of actual construction --- such as the swimming pool and golf course --- are concrete examples of the fine recreational area which is in store for San Francisco.

Although the Department came in for some criticism for alleged lack of expedition in the McLaren Park project, it should be noted that certain appropriations for this very same project which had been sought by the Commission for some time were finally approved within the last month.



RECREATION AND PARK DEPARTMENT (continued)

Of particular interest, too, is the large amount of activity in the Zoo area where the first unit of the wonderful Storyland Playground is practically completed and where a major change in policy was authorized by the Commission when it gave the San Francisco Zoological Society permission to operate the various refreshment concessions in the Zoo proper. This Society, formed by many interested and responsible San Franciscans, deserves a great deal of credit for its splendid work in connection with the Zoo.

one of the finest notes of achievement during the past year was completion of the entire swimming pool program which had been authorized by the 1955 Recreation-Park Bond issue. Formal opening of the Balboa Park, McLaren Park and Larsen Park pools brought to seven the fine system of enclosed, fresh water pools throughout the city, the others being Hamilton, North Beach, Rossi, and Garfield.

The Committee wishes to note the cooperation apparent between the Recreation and Park Department and the School Department in all matters in which they have a mutual interest.

The Committee also wishes to congratulate the San Prancisco Housing Authority for its spendid cooperation in appropriating funds and developing plans for the construction of a recreation center at the Hunters Point Project which will be built by the Authority and operated by the Recreation and Park Department.

A number of visits were made by the Committee to the various widespread units of the Department in an effort to be helpful. Various suggestions as to improved operation of Harding Park Golf Course were made and adopted by the Department. The Committee is in complete agreement with a request for funds to rehabilitate and protect the Coit Tower murals, which request will be presented to the Commission, the Mayor and the Board of Supervisors in the 1959-60 budget. The Committee also had an opportunity to Inspect Camp Mather, the family vacation camp operated by the Department in a most able manner in Tuolumne County.

The Committee noted buildings, namely the M. H. de Young Memorial Museum and the Academy of Sciences group (consisting of the Steinhart Aquarium, Morrison Planetarium and Hall of Science, Stinson African Hall and Academy of Sciences Hall), all in Golden Gate Park, and the California Palace of the Legion of Honor in Lincoln Park, which buildings, while physically located on Recreation and Park Department property, are not actually under that Department's jurisdiction. These buildings are all under separate Boards of Trustees.

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RECREATION AND PARK DEPARTMENT (continued); REAL ESTATE DEPARTMENT

The Department is to be commended on the completion of its Soccer Field at Balboa Park which is considered the finest in the United States, and the only one wholly owned and operated by a municipality.

The Committee appreciated the completely open, honest and above-board manner in which the entire Staff of the Department cooperated with it in furnishing all requested information. Although there is considerable work still to be accomplished in maintenance and in developing the Department's program, the Committee feels that the personnel are facing their problems with honesty and competence.

It is a pleasure to note that two of the Department's officials --- General Manager Kimbell and Recreation Superintendent James P. Lang --- were honored at a civic luncheon on October 20 at the St. Francis Hotel on the memorable occasion of these two gentlemen having completed thirty years of service in the field of recreation to the people of San Francisco. It was a deserved recognition of responsible and effective leadership in this vital field.

This report will not comment on the Big League Stadium since the Grand Jury as a whole is considering this matter in a separate report.

REAL ESTATE DEPARTMENT

The Real Estate Committee has met with Mr. Philip L. Rezos, Director of Property, quite a few times during the past months, together with Mr. Henry North, Foreman of the Grand Jury. Mr. Rezos was very informative on the function of the Real Estate Department. The actual duties and responsibilities of the Real Estate Department are, perhaps, not very well known by the general public.

Under the Charter, the Real Estate Department acts as real estate agent for all the other city departments. The Director of Property makes preliminary estimates of property to be acquired or leased at the request of departments requiring such property. He conducts negotiations with owners and may recommend acceptance of terms of sale or lease by the Board of Supervisors or may recommend that proceedings in eminent domain be initiated.

Real property owned by the City may be sold on the recommendation of the officer, Board or commission in charge of the



REAL ESTATE DEPARTMENT (continued)

Department under whose jurisdiction the property is. When the Board of Supervisors, by ordinance, may authorize such sale, the Director of Property shall make a preliminary appraisal of the value of such property and shall advertise the time and place of such proposed sale and report to the department head and to the Supervisors any and all tenders received. The Board of Supervisors, by resolution, may authorize the acceptance of the highest and best tender.

The Director of Property also has control and management, under the Charter, of the Civic Auditorium and Brooks Hall.

The Real Estate Department is the real estate agent for all other City Departments. Although its operations have involved virtually every department in the City through the years, the major portion of its work is done by work orders received from the Department of Public Works for major streets and freeways, street widenings, etc.; Public Utilities Commission, including the Water, Airport, and Hetch Hetchy Departments for acquisition of lands and rights of way and sale and leasing of lands; Recreation and Park Commission for acquisition of lands for various projects, including NcLaren Park and San Francisco Municipal Stadium; Redevelopment Agency for Diamond Heights, Western Addition, and Golden Gateway Project "E"; Parking Authority for Fifth and Mission, Sutter-Stockton and other projects; Board of Education for acquisition of school sites.

In addition to acquisition of lands required for various projects, this Department also devotes considerable time to making preliminary and final appraisals and studies for various purposes such as the Western Freeway, the Civic Center Development Plan, and others.

The operations of the Real Estate Department include not only lands within the City and County of San Francisco, but also lands in San Mateo, Santa Clara, and Alameda Counties, as well as kern County (the Fuhrman Bequest oil properties), also Tuolumne, Stanislaus, and San Joaquin Counties (Hetch Hetchy Water and Power Supply). As examples of these, the Department has just completed the appraisal of the 106 acre Water Department parcel in Millbrae, known as the Silva Tract, which is about to be declared surplus. The Director of Property has also been asked to serve on the Committee studying the disposition of the surface of the 600 acre Water Department land at Pleasanton, which can be developed into an industrial park with very substantial revenues accruing to the City.

In addition to the Departments listed above, the Real Estate Department is also required to do considerable real estate



REAL ESTATE DEPARTMENT (continued)

work of various types for other Departments such as the Fire Department, Police Department, the Municipal Railway, the Registrar of Voters, the Department of Electricity, and others.

The personnel of the Real Estate Department totals 22 persons. This is an increase over previous years and it appears that the staff is now sufficient for the immediate future. Many of the employees are relatively young and new in the Department; however, they have had a fine background of education and experience and are active in the American Right of Way Association and the American Institute of Real Estate Appraisers and in other organizations that will tend to increase their value to the City. Many of them are also attending appraisal and related courses at the University of California Extension Division and elsewhere in order to improve their ability as appraisers and negotiators. When the newest right of way agents have completed a year or two of service, this Department will have a staff which it is believed will be second to none in the State.

The efficiency of the office would be greatly improved by the purchase of a reproduction machine of the Thermo-Fax type. The cost is relatively modest -- less than \$300. The benefit to the Department is incalculable. This item was requested in the last budget, but the request was denied. In general, it is believed that the future outlook for the continued efficiency of the Department is good.

The Civic Auditorium was built in 1914 and although it has deteriorated badly and requires a great deal of maintenance and repair work, it is essentially a sound building and can be continued in service for many years. Certain repairs and certain changes in arrangements should be made as soon as possible, in order to attract the maximum number of conventions and exhibitors.

Brooks Hall was completed in April of this year and all indications are that it was a well planned and well built structure and in combination with the Civic Auditorium will be a great asset in attracting conventions to the City.

One specific recommendation is made which we believe will be beneficial to the operation of the Real Estate Department. Funds should be provided in the Annual Budget each year so that the Director of Property may employ independent appraisers for assistance during the early stages of proposed projects.

The San Francisco Municipal Stadium project is not included in this report since this is being considered independently by the Grand Jury as a whole.



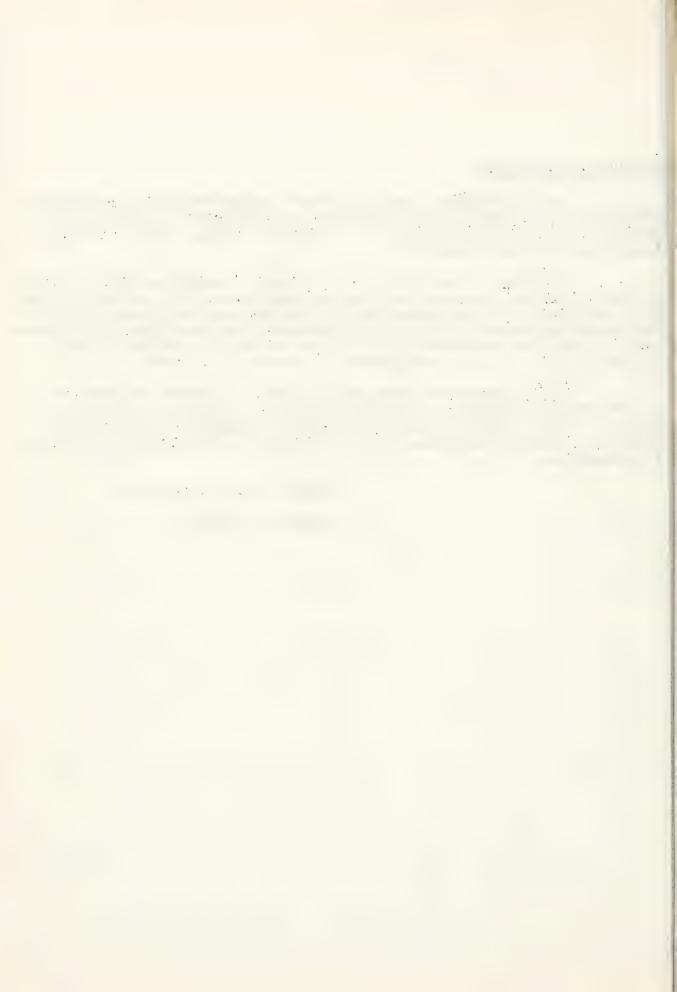
WEIGHTS AND MEASURES

The 1958 Grand Jury joins with preceding Grand Juries in strongly recommending that San Francisco construct a legally required Meter Testing facility and hopes that this will be accomplished in the following year.

The legal requirements are those of Sections 12210, 12500 and 12501 of the Eusiness and Professions Code. The failure of the City and County of San Francisco to provide this equipment prevents wholesale deliverers of petroleum products from complying with State law. With this exception this department is ably conducted and staffed and has a high acceptance in its field of work.

This department also manages the San Francisco Farmers' Market which on January 1, 1959 will place in effect a new Fee system. This should improve its financial standing in accordance with the enabling Ordinance and it is hoped will permit some needed improvements.

EARL S. LOUIE, Chairman HOWARD H. LOWRY



CITY ATTORNEY

The Grand Jury Committees of recent years have repeatedly urged in their reports that the City Attorney's office:

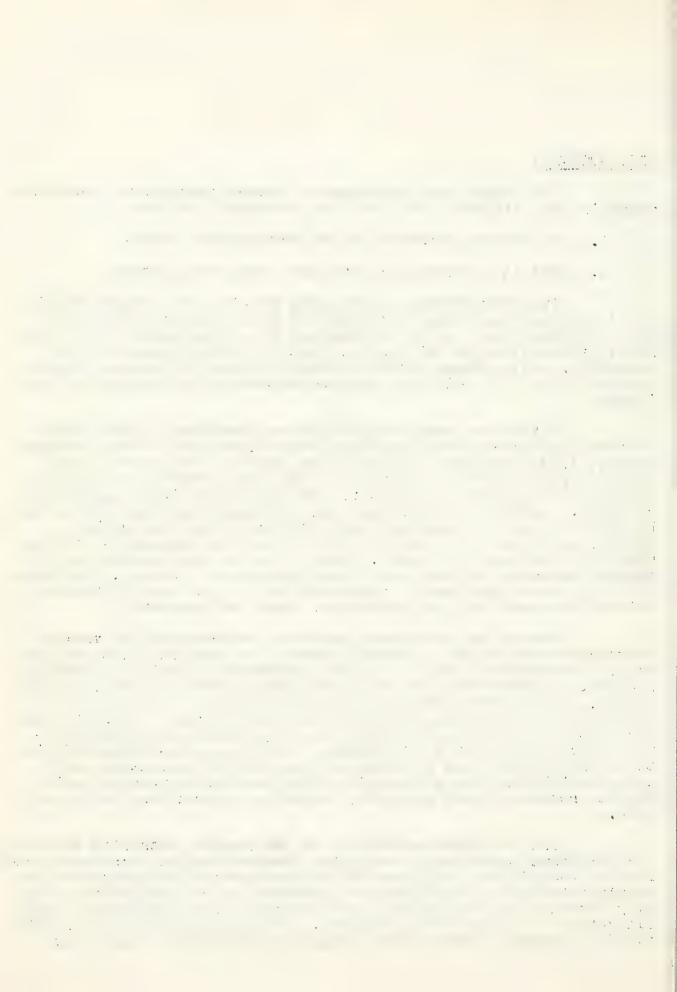
- 1. Be given an increase in its professional staff.
- 2. That it be furnished with more adequate quarters.

The City Attorney represents the City and County in all civil and legal matters, in defense of suits brought against the City and County and in the prosecution of various suits in its behalf. In addition to trial work, the City Attorney must act as counselor, giving legal advice to the officials of various departments of the City, and look into and approve all contracts and bond issues.

While the abovementioned duties have been in the office of the City Attorney for some time, this Committee, after thorough survey, finds that the complexity and increased volume of legal problems presented to the office of the City Attorney, arising out of the normal growth of this City, alone has made these needs more critical. Adding to this situation, this past year has been marked by activity on some singular legal problems which has further greatly increased the tempo of work in the City Attorney's office. Our City Attorney, Mr. Dion R. Holm, is to be complimented on his accomplishments, working under these handicaps. However, the workload has now reached such proportions that to perform efficiently this office must be given additional staff and quarters.

During the past year, the City Attorney and his various deputies concluded the agreement whereby the San Francisco Stadium, Inc., a non-profit corporation, has undertaken to build a baseball stadium, together with the necessary parking area for the City and County, using private financing for this venture. The Grand Jury has been shown the file, which represented one copy of each of the documents which it was necessary to draw, examine and approve before this project could be started. This file is approximately 10 to 12 inches thick and contains no less than 10 agreements and leases which the City Attorney's office was called upon to assist in the preparation and approval, and which covered many months of work.

The increased activities of the Parking Authority and the Redevelopment Agency have been prime factors for the increased workload of the office. Millions of dollars worth of property must be acquired in all of these project areas and at the present time the City Attorney and two deputies are carrying on the negotiation and litigation to acquire this property. It has been necessary in this field to contract with private counsel to try some of the cases



CITY ATTORNEY (Continued)

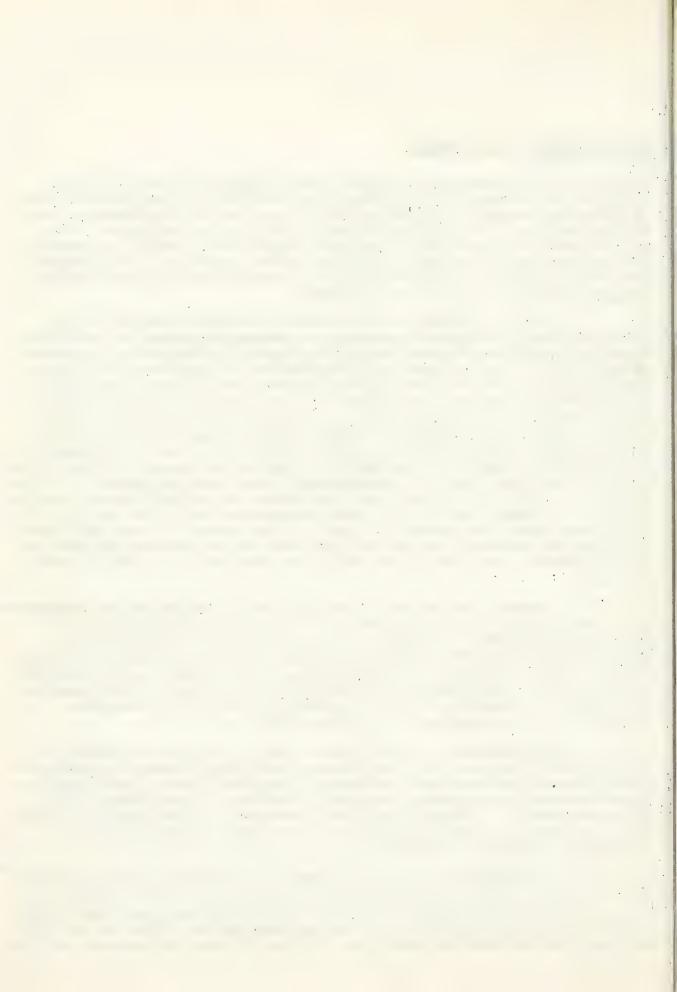
because of the inadequacy of the City Attorney's staff, in the light of the volume of work which is occasioned by the activities of these agencies. In addition to litigation and negotiation referred to above, the office, through the deputies assigned, must also check and approve all documents which the agencies prepare for the expenditure of Federal funds and write opinions to the Federal Government that these documents and contracts are in accord with Federal and State law on the subject.

As an outgrowth of the Federal statutes dealing with Urban Renewal, a vigorous campaign is being conducted in San Francisco to bring submarginal properties up to the building standards of the City. This program has resulted in a large number of matters being referred to this office wherein the owners have failed to meet the administrative orders of the Director of Public Works or the Drector of Public Health. At the present time there are 160 of these matters pending in the City Attorney's office, of which 52 are being litigated. It has not been possible to assign any particular deputy or deputies to this work because of the press of other matters, and as a consequence this work is presently being done by 8 or 9 of the deputies in addition to their regular assignments. To handle all of this work adequately and efficiently, it is evident that the request of the City Attorney for six additional deputies be granted, two to keep up with the stepped-up program of Urban Renewal, and four to expedite the work of the Redevelopment Agency.

In the latter part of this year the "conflict of interest" question assumed great proportions. It is almost impossible to find any individual of stature in city government without some financial interest that would not place him in some degree of conflict. Each case takes special approach as no general law applies to all cases. Each must be decided on its own merit. The responsibility of decisions on these celebrated City Hall cases was placed on the shoulders of the City Attorney,

On October 31, 1958, there were 1,742 suits pending in this office, exclusive of the Parking Authority, Redevelopment and Urban Renewal matters and exclusive of welfare cases, Accident Commission hearings and rate proceeds before the State Public Utilities Commission. To handle all this work adequately and efficiently it is evident that the request of the City Attorney for six additional deputies be granted.

The inadequacy of the quarters in which the City Attorney and his staff must work is quite apparent upon a visit to this office. The condition of the carpet in the reception portion of the entrance way and telephone section is deplorable. This is not only not in keeping with the prestige of this office, but because of its



CITY ATTORNEY (Continued); DISTRICT ATTORNEY

ragged condition it is dangerous to the many people who have to walk over it throughout the day. If the City Attorney's budget does not provide for these repairs, supplemental funds should be appropriated to correct this situation immediately.

The working quarters are far from adequate for persons engaged in such responsible activities. Many of the deputies work in divided offices which are separated by partitions that are parallel to the window; therefore a deputy enjoying a window office must cross through another man's office to reach his own quarters. In one office, this Committee noted that there were five deputies all engaged in work in one common room, and in the same room three or four of these deputies were interviewing witnesses or discussing problems with city officials, which gives the appearance of anything but a professional attorney's office.

The clerical staff is equally ill-housed, with seven stenographers occupying space in one room, and the administrative assistant, the law clerk, the librarian and several legal stenographers occupying space in the reception room and library.

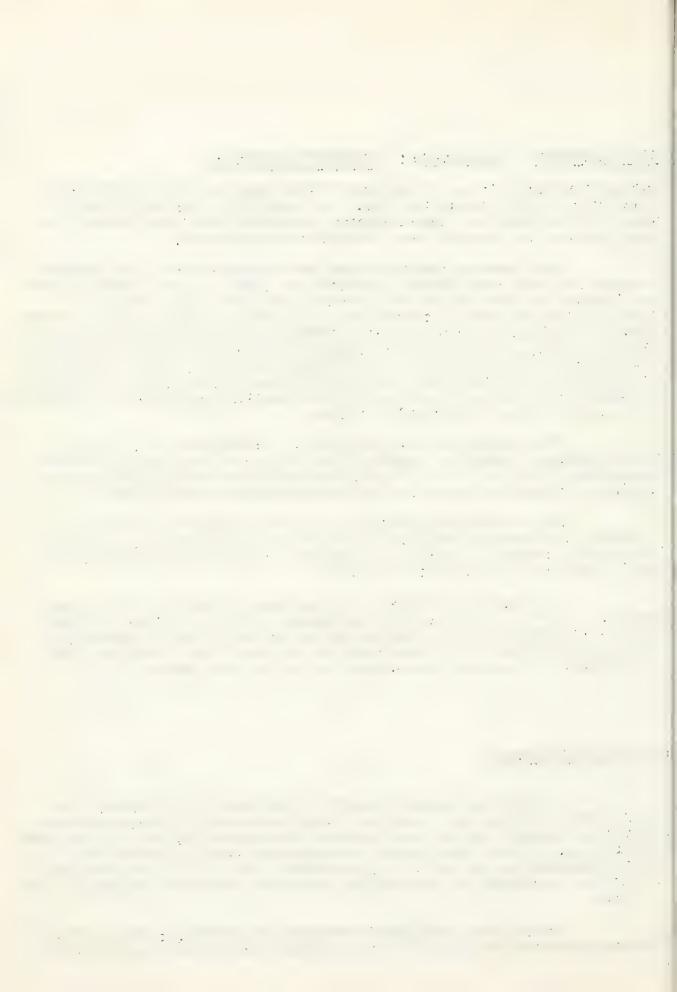
It is evident that it is quite a handicap to use the library for research with all of this activity going on. Oftentimes the library is full of witnesses who have no place to wait until they are called in to testify.

A possible solution on this space enigma has been suggested. If the personnel of departments located in the adjacent offices in the south corridor could be moved to other quarters, the City Attorney's offices could be extended accordingly. The feasability of such a move should be definitely pursued.

DISTRICT ATTORNEY

A complete annual report to the Mayor is available to interested parties which relates both mechanically and statistically the activities of the District Attorney's office for the past fiscal year. From this report one realizes that although the District Attorney is primarily a prosecutor, he is also the administrator of a variety of activities connected with the welfare of the public.

During the year 1958 (through December 4), the District Attorney presented 85 cases to the Grand Jury which resulted in



DISTRICT ATTORNEY (Continued)

indictments against 133 persons. Disposition of those indicted was as follows:

Guilty				87
Fugitive				1
Pending				36
Atascadero	Stat	te Ho	spital	2
Dismissed .				
Not Guilty.				

Among the most interesting cases presented were:

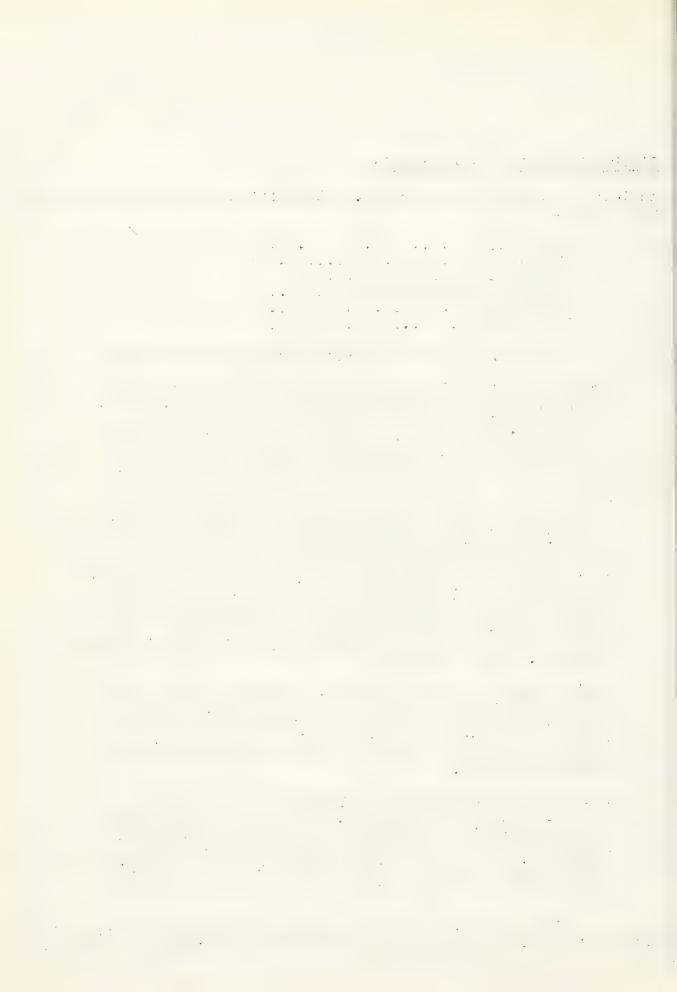
Indictment of Carl P. Scott (The Hot Stove Case) on March 27, 1958, on charges of perjury and grand theft. A jury convicted Scott of perjury, but disagreed on the grand theft charge. He was sentenced to one year in the County Jail. The case was presented to the Grand Jury by Deputy District Attorney John M. Dean.

Walter F. and Audrey D. Gertz charged with 12 counts of violating Section 26104 of the Corporate Securities law and two counts of grand theft for selling uranium stock in the Deius Ego Corporation ("I Am God" corporation) without having obtained a permit to sell stock in the State of California. As a result of the sale of the stock some 125 purchasers of stock in the Bay Area lost in excess of \$50,000. The two defendants pleaded guilty and will appear in December for sentence. The case was presented to the Grand Jury by Deputy District Attorney, John M. Dean.

Victor Swanson, Patrick Clancy, Clarence Mathews and Porter Vandewerk, officials of the Operating Engineers' Union Local #3 on a number of counts of grand theft. They are presently awaiting trial. The case was presented to the Grand Jury by Deputy District Attorney Francis W. Mayer.

The much-publicized Charles Visokay, Jr., case of several Pacific Heights burglaries. Visokay confessed to committing these burglaries and in his confession named a number of receivers, which resulted in the indictments of seven of them. This case was presented to the Grand Jury by Deputy District Attorney Jack K. Berman.

This Committee wants to stress the apparent close liaison between the Police Department and the District Attorney's office.



DISTRICT ATTORNEY (Continued)

A harmonious and cooperative accord exists amongst them which has not always been existent. The District Attorney is now being furnished with complete reports by the Police Department on all their activities that are of any conceivable value.

The District Attorney is being seriously hampered in his prosecutions (principally in narcotic cases) on account of the recent State Supreme Court decisions on the "Disclosure of Identity of Informants". In the past when an arrest was made as a result of information from an informant, the informant's name did not have to be revealed, but now, based on Supreme Court decisions, if a defendant wishes it the name of the informant must be revealed if the informant was principally responsible for the arrest.

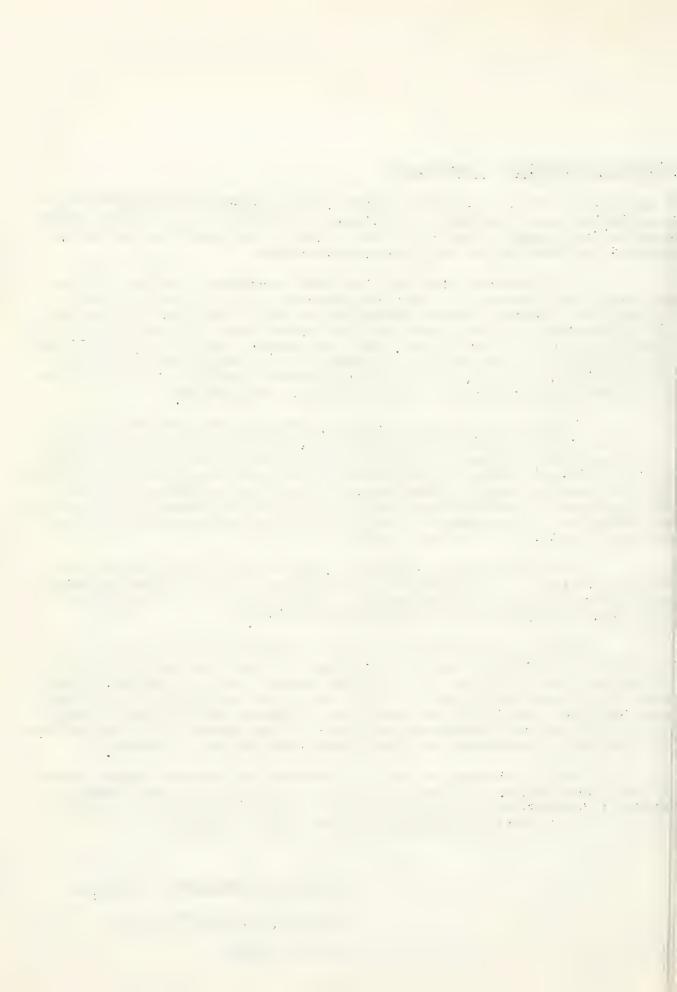
Since narcotics are the root of most violent crimes, and narcotic arrests result principally on information from informants, this requisite seriously obstructs the prosecution of these cases, as the District Attorney is forced to dismiss some cases as he feels that he cannot morally reveal names of informants which information is given him in confidence. Furthermore, if the names of informants are revealed, this source is cut off for the future, and also endangers the life of the informant.

This Committee recommends that at the coming session of the Legislature, legislation be effected as an aid to law enforcement to the effect that the names of informants not be revealed with particular reference to narcotic arrests.

Today our City beasts a very efficient and nationally recognized District Attorney's office. The reorganization of this office and the bringing of it to its present stature was initiated when Governor-elect Edmund G. Brown took over as district attorney back in 1944. His policies have been fostered and further enhanced by intelligent and competent men such as our present District Attorney Thomas C. Lynch and his Chief Assistant Norman Elkington.

This Committee wishes to express its sincere appreciation to Mr. Lynch and Mr. Elkington for the competent and interesting manner in which they presented cases to the Grand Jury, and for their helpful advice and guidance throughout the year.

WILLIAM E. BERELSON, Chairman WILLIAM J. RAFFETTO, JR. EARL S. LOUIE



THE HOUSING AUTHORITY

The San Francisco Housing Authority is responsible for planning, financing, constructing and operating the low rent public housing projects in San Francisco.

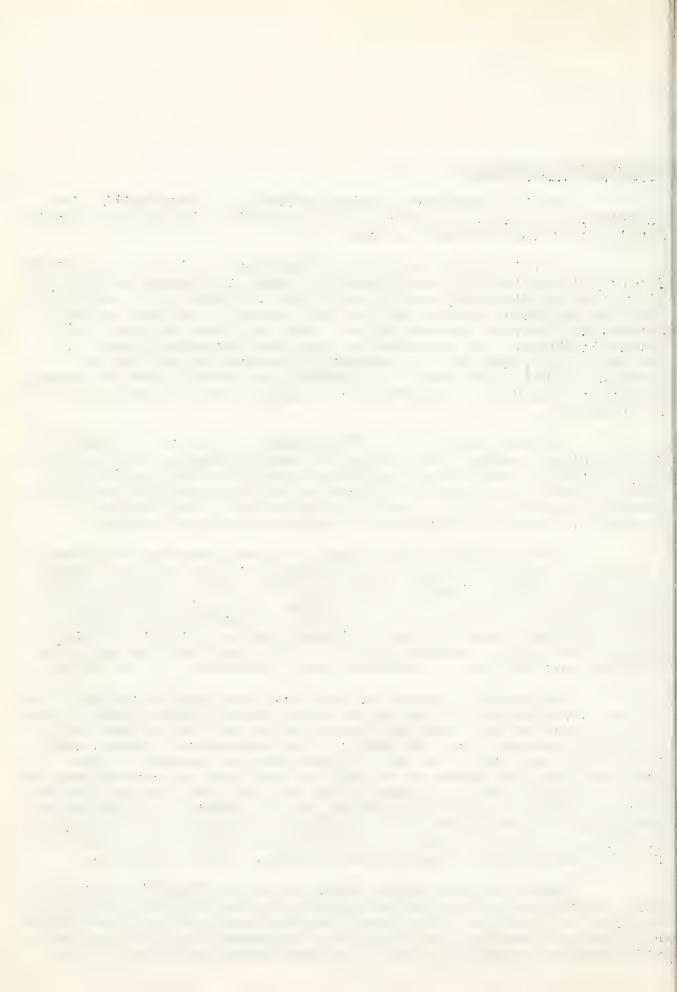
In this field they have established a national reputation for high integrity and accomplishment. Such completed projects as Ping Yuen in Chinatown, North Beach Place in North Beach and Yerba Buena in blighted Western Addition are already a tribute to their activity. However, these with the other completed programs only partially fulfill San Francisco's needs for low rental housing. The year, 1958, has been a particularly active one for the San Francisco Housing Authority in planning and securing Public Housing Authority approval on new projects -- some of which involve quite new concepts.

For the first time in the history of low rent housing in San Francisco, special provisions for housing single aging persons, as permitted by new Federal Legislation will be made at Ping Yuen Annex - Yerba Buena Annex and Hayes Valley Annex on which construction will start in 1959. These apartments will have built-in features to more suitably meet the needs of Senior Citizens.

In the new Ping Yuen Annex, the Architect has conceived a Moon Gate and lovely garden that should make the project a show place in the West. However, these features exceed Federal limitations for minimum cost low rent housing. It is suggested that the \$50,000 cost for this and other amenities carrying out the Chinese Motif might be raised by Private Subscription. This Grand Jury is hopeful that these necessary funds can be raised as this esthetic embellishment will be a favorable added attraction for the city.

The Housing Authority, like all other public bodies, does not pay taxes -- but, it is unique among public bodies that it does make payments to San Francisco, based on 10% of the shelter rent taken in (excluding the utilities). The anticipated payment for 1958 is expected to be around \$186,500 which represents a considerably greater return to the City in the form of payment than it would have received from taxes on the original properties situated on those sites. As an illustration, the properties located on the present site of the Yerba Buena Project paid approximately \$17,917 in taxes, whereas the City will receive from the Housing Authority for the current year approximately \$25,066, nearly 50% more.

There are now 1900 families on the Waiting List for low rent apartments, and the Redevelopment Program will add many more families to this list. The State Law provides mandatory demolition of temporary housing; this means that approximately 2700 apartments will have to be vacated in 1961 and demolished by October, 1962.



THE HOUSING AUTHORITY (continued)

In view of this demand for housing, this Committee concurs that the 1959 Legislature should be requested to amend the law to require that the temporary housing be demolished at such time as the local governing body determines, and to eliminate the arbitrary 1962 date.

The Committee wholeheartedly concurs that this Report should not be concluded without a word of justly merited praise for the very sincere efforts and resultant accomplishments which can be attributed to the capabilities and painstaking work of the five Commissioners:-

CHARLES J. JUNG, Chairman A. F. MAILLOUX CHARLES L. CONLAN JEFFERSON A. BEAVER JACOB SHEMANO

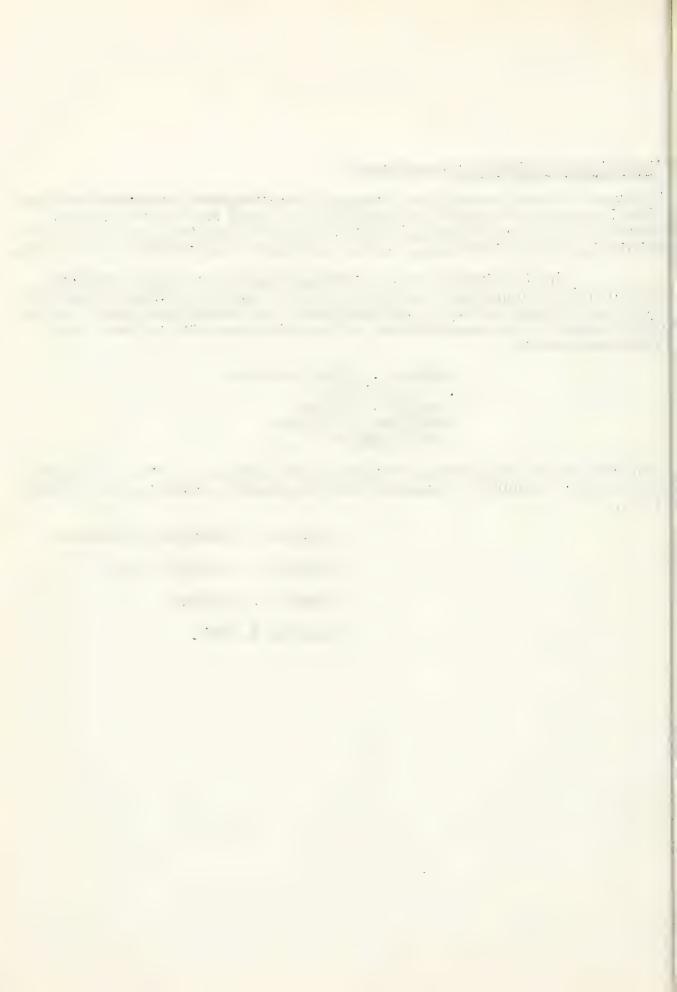
And, the very able administrators in the persons of Mr. John Beard, Secretary - Executive Director and the Deputy Director, Mr. Arthur Long.

WILLIAM E. BERELSON, Chairman

HECTOR J. GIUNTINI, JR.

CONRAD J. GRIEDER

MILLARD S. BURY



HEALTH DEPARTMENT; HOSPITALS, LAGUNA HONDA HOME, HASSLER HEALTH HOME

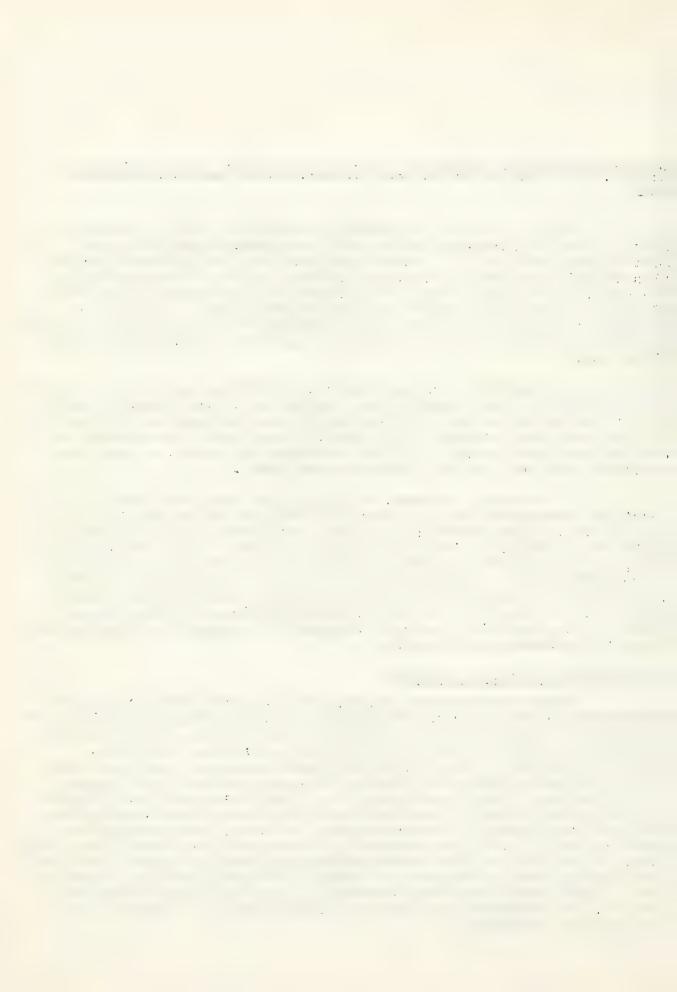
One of the most important functions of city government is to serve its citizens with a well coordinated and efficient health organization. All other city services and communal activities depend upon the physical and social health of the community. The requirements thus made upon the Health Department as the body of medical knowledge expands are truly staggering. To do less than the best is short-sighted and inhuman; to do the best requires an array of services that are complex in their administration and financing.

A committee such as this can discharge its responsibility to the city for investigating the operations of the Health Department by doing as we did: well-spaced visits throughout the year to the various institutions in the Health Department, attendance at related conferences and committee meetings and many informal discussions with the various directors and staff.

It remains, however, a protem lay committee with no professional background and no permanent responsibility and too little time to assimilate thoroughly all the data that would comprise a professional study of this complicated subject. While we disclaim, then, any scientifically proven basis for this report, this is not to say that such a report as follows is to be dismissed. We feel that we have investigated and studied the problems of the Health Department to the limit of our responsibilities and that the results of these studies indicate the need for long-term planning for the city's future health needs.

San Francisco General Hospital

This committee has visited the hospital many times and has discussed its problems and difficulties with various members of the staff. At present it is very difficult to make a constructive evaluation of the improvements which are currently under way. Approximately 50% of the \$5,800,000 bond issue has been spent on the remodelling which will require at least another three years for completion. The reconstruction of facilities currently in use for the normal patient load has inevitably brought much confusion into the functioning of the hospital. However, even though this condition still prevails, certain improvements can already be noted. Much, if not all, of the over-crowding has been eliminated and general improvement in services is being felt throughout the organization. This relief from over-crowding, plus many other intangible reasons, has resulted in a fine new spirit and high morale among the hospital personnel.



But the completion of the building program will still leave many problems yet to be solved. The expansion and renovation of the hospital will improve services to the extent that they can be affected by an improved physical plant. But the San Francisco General Hospital suffers from personnel problems related to the administration of the Civil Service program. This problem is best illustrated by the acute need for well-trained cherical help to assist the registered nurses. The shortage of nursing staff, which is a problem common to most hospitals today, demands that nurses be relieved of those cherical duties which can be safely delegated to trained cherical personnel. This has become accepted medical practice. The adoption of such a plan at San Francisco General Hospital, however, is unnecessarily impeded by the rigid procedural routines of the city's Civil Service administration.

Previous Grand Juries have recommended changes in the present procedure which will permit the city to recruit and retain qualified professional and technical personnel. This Grand Jury adds the weight of its recommendation to the constantly repeated request that the Civil Service requirements giving the appointing authority no choice beyond the person at the top of the Civil Service list be changed to permit the choice of any one of the top three applicants. If this Charter provision cannot be revised, then it is suggested that the hospital contract with the two universities for the hiring and placement of clerical and technical personnel in order to assure a top quality staff.

It is also recommended by this committee that the budget for the Hospital be given a more realistic evaluation. The constant replacement of obsolete and inadequate equipment is of paramount importance to the efficient functioning of a great teaching hospital. The list of replacement needs is lengthy and discouraging and covers almost every item of basic hospital equipment from bed linens to operating tables. A review of the financial report of the Health Department discloses a revealing comment at the end of every subdivision analysis: 1957-1958 BUDGET ALLOWANCE PROVED TO BE INADE-QUATE FOR NORMAL PROGRAMS.

Hassler Health Home

The occupancy of Hassler Health Home has shown a gradual decrease over the last few years, but it is still necessary to operate this facility until such time as the total remodelling program at San Francisco General Hospital is completed. At that time, which will be about two years hence, it will be possible to absorb the remaining patient load of Hassler's into the General Hospital.



During the interim period, the city will have to make a decision as to the ultimate function of Hassler Health Home — whether to use it as a nursing home for the chronically ill, or as a rehabilitation center, or to sell it. Such a study as is required must take into account the deficit of nursing homes and convalescent homes in San Francisco.

This committee feels that as long as Hassler Health Home is being operated as a tuberculosis treatment center, the cocupational therapy services must be improved, and some opportunity offered for a simple social program. A central social area could easily be furnished to provide a meeting place for such a program, which is not available now.

City Physicians Service

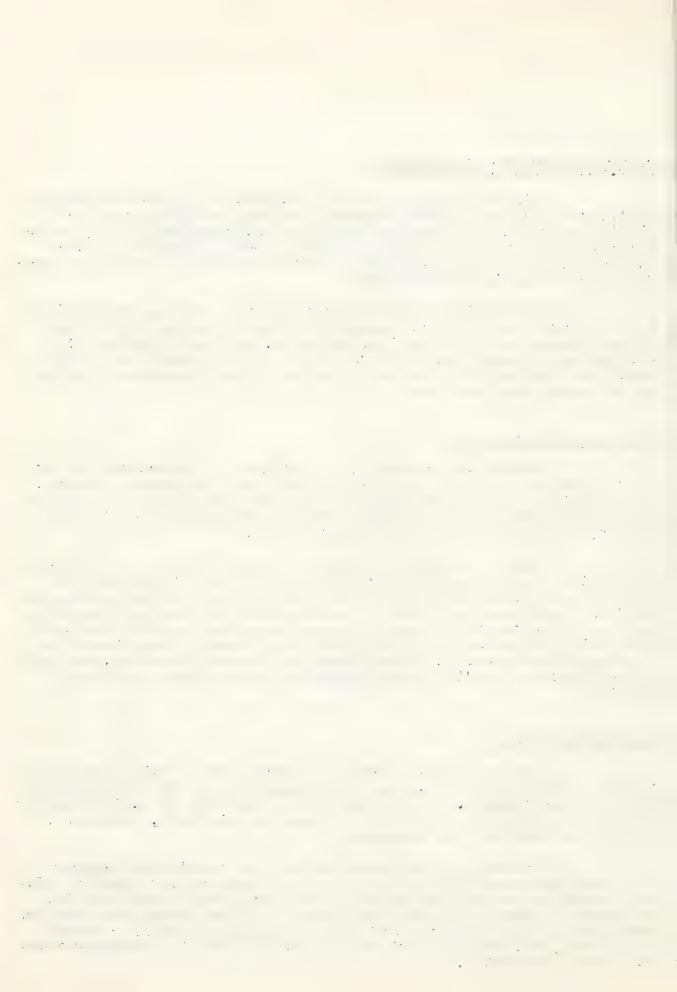
Although the committee has not had an opportunity to go into the details of the operation of the City Physicians Service, it is believed that there is much room for improvement, both as to the quality and the quantity of services provided to the indigent sick by this group of part-time physicians.

We have been informed that the Department has under consideration a plan to utilize resident physicians in training at San Francisco General Hospital for this service. It is recommended that the Department expedite a re-evaluation of this program to the end that eligible patients may receive necessary medical care, and that this service can be better correlated with the inpatient and the outpatient services at San Francisco General Hospital, and with other sources of medical care available through other community agencies.

Laguna Honda Home

As of the August, 1959 completion date of the remodelling projects under the bond issue, the composition of the Laguna Honda Home will be changed. It will then be a hospital of 1,250 beds for the chronically ill, rather than a home for the aged, although 795 ambulatory beds will be retained.

In reviewing the Laguna Honda Home population figures, the committee would like to put major emphasis on the plainly indicated need for a detailed survey of San Francisco's indigent ill and aged. Although the new facilities at Laguna Honda Home and San Francisco General Hospital add up to a staggering total of over 3,000 beds, the waiting list can and will absorb the increase within a few months time.



It seems obvious that thought must be given to other alternatives if we are not to continue to build larger and larger institutions at greater and greater cost to care for the chronically ill and aged.

Public Health Centers

The city's nine neighborhood centers extend to the people of San Francisco extremely valuable preventive medical services in a multi-faceted program which includes: Immunization, pre-natal and post-natal care, parents' classes, school nursing, and a communicable disease control program.

In at least three areas the program is hampered by most inadequate buildings, and plans should be vigorously pushed for permanent health centers for Eureka-Noe, Westside, and Marina-Richmond.

This committee feels that much of the splendid programming of the medical and public health nursing services is not sufficiently utilized by those needing these services. Those aspects of the program which need publicizing in order to educate the public on the services offered could benefit from the use of radio or TV "spots" and "take-home" notices from schools to parents.

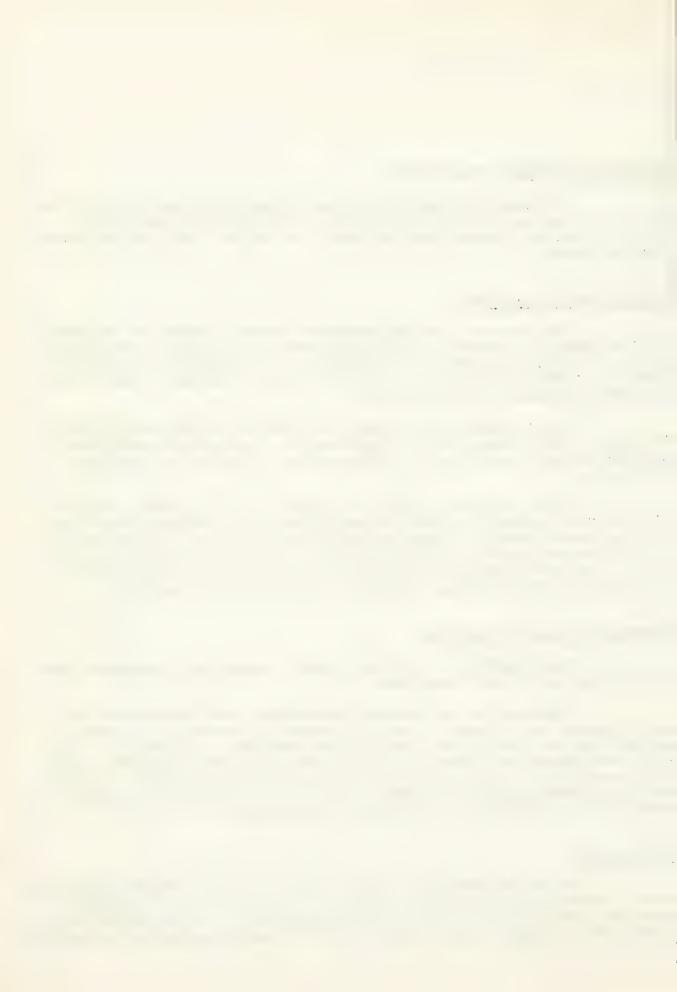
Emergency Hospital Service

The Emergency Hospitals provide essential emergency care to the people of San Francisco.

Studies are in progress concerning the feasibility of establishing a fee system for the purpose of securing reimbursements from the people able to pay for such care. In view of the long and excellent history of this service in San Francisco, careful thought must be given to the effect of such a policy. Quick and efficient emergency service can reduce disability and prevent death in both medical and surgical emergencies.

Conclusion

At the beginning of this report we noted briefly the need for a long-term medical plan, coupled with a realistic budget to meet the growing demands on our health dollar. We recommend that such a "look ahead" study include the following subjects for review:



1. Rehabilitative services, including Home Care vs. Long-Term Institutional Care

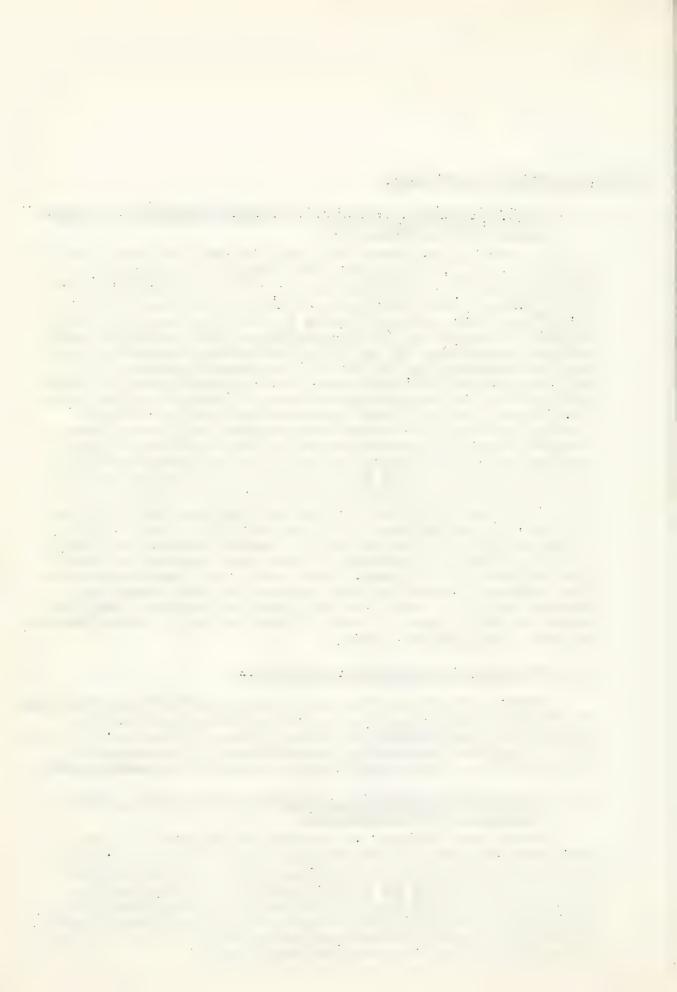
By 1959 Laguna Honda Home will be able to care for approximately 2,000 patients. The 91% of our population which is now over 65 years of age (a figure which is 12% above the national average), will have increased to 15% by 1980. This group currently is absorbing a disproportionate share of our medical expense: 16% to 18% of all medical services, 80% to 90% of all chronic nursing beds; and it accounts for 50% of all long-term illness. will require a different concept of medical care for this group, one more consonant with modern medical rehabilitative theory and with the economic necessities of this growing problem, if we are to avoid the ballooning construction and operational costs of more and more institutions which are merely custodial in character and purpose. We suggest that a sound home medical care program is a solution for a major portion of this problem. avoids the new construction costs, operates more economically, and, we believe, if it is medically sound it can bring about a greater degree of rehabilitation for that portion of the chronically ill and aged population which can be cared for at home. Home care, and also housekeeping services, would relieve pressure on both acute and chronic hospital beds, freeing them for patients who, because of the nature of their illness or their circumstances; require institutional care.

2. The Future of Hassler Health Home

Although there are two large and important disadvantages to Hassler Health Home, i.e., it is located out of the county and inaccessible by public transportation, and it is not a fireproof structure, nevertheless it has enormous possibilities as a rehabilitation center or a nursing home.

3. The Establishment of a New Outpatient Clinic at San Francisco General Hospital

In the near future, the outpatient clinics at both Stanford Hospital and Mary's Help will be closed. This large group of indigent ill will have to be served elsewhere, and presents an imminent problem to the Health Department. Should the city build a new outpatient department at San Francisco General Hospital, or can it be shown to be more practical and economical to contract out this service to other existing hospitals?



4. Status of San Francisco General Hospital and the Universities

It is now established that by 1960 Stanford will no longer participate in the operation and teaching program of San Francisco General Hospital. It is imperative that the city establish a well-defined relationship with the University of California School of Medicine, not only as to duties and obligations, but also as to the actual financial responsibilities of each.

5. Population Survey

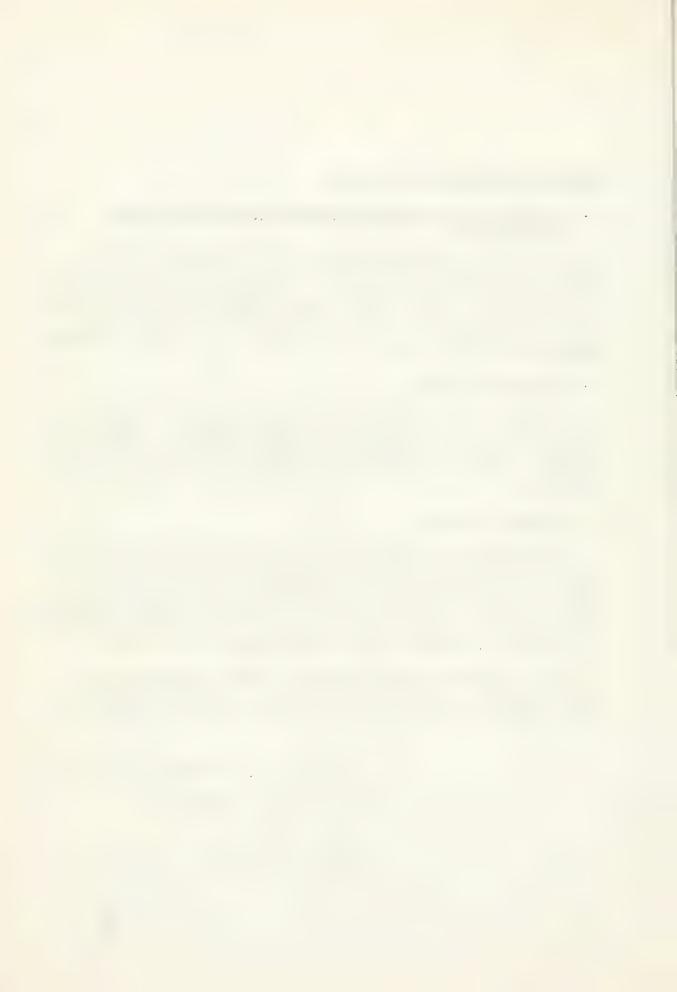
With the new growth and development in San Francisco. It is timely that a population study be made in order to determine which areas have a need for expanded Public Health Centers. Only in this way can adequate services be provided in those congested areas where they are so valuable and necessary.

6. General Remarks

The committee reiterates the need for realistic budgeting in the Health Department. Anticipating and planning for the health needs of our city requires more than provisions for a static payroll. Lack of planning and appropriation for replacement, repair and maintenance of present equipment and plants can only lead to expensive, uneconomic re-building programs, financed by the inevitable bond issues.

We are confident that through the new leadership now directing this department of our city government, careful, intelligent and dynamic policies will be established.

GERTRUDE G. LEVISON, Chairman
THORNTON J. CORWIN, JR.
ROY J. SCOLA
MILLARD S. BURY



CIVIL SERVICE COMMISSION

The members of the Civil Service Committee of the Grand Jury visited the offices of the Civil Service Commission several times during the year and reviewed the operations of the Commission with Mr. William L. Henderson, Personnel Director and Secretary, and Mr. Harry Albert, Assistant Personnel Director.

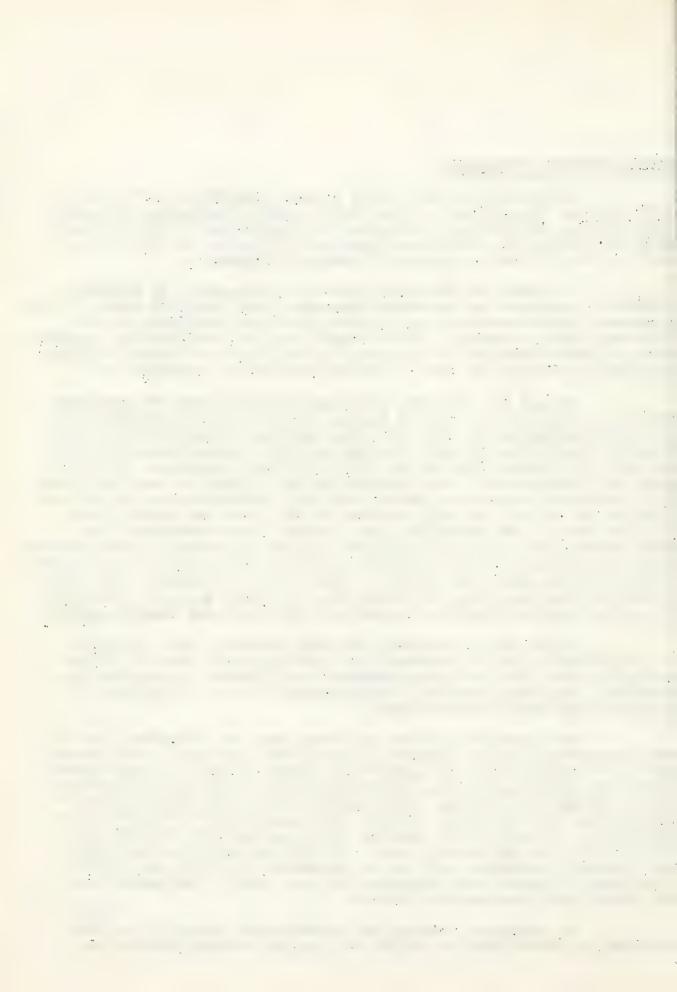
The staff of the Civil Service Commission, 52 permanent employees, perform the important technical and detailed work of this personnel department for some 16,800 permanent employees in the City and County service. (This figure does not include the approximately 3,600 certificated employees of the Unified School District who are not subject to Civil Service Commission jurisdiction.)

During the year Mr. Henderson retired from the position which he had held for some 20 years. Prior to his retirement Mr. Henderson submitted to the Civil Service Commission a detailed and leugthy report dealing with the problems and inequities of salary and wage administration in the City and County service. This report in a conclusive manner pointed up the defects of current Charter provisions regulating salary and wage administration which have brought the salary and wage picture in the City and County service to near chaos. Mr. Henderson made several recommendations for correction which would of necessity involve amendment of the Charter. Your current Grand Jury Committee has carefully studied this report, commends it to the Grand Jury as a whole, and recommends that this report be used as a base to begin the difficult task of correcting the salary administration situation in the City and County service.

Aside from the salary and wage problem, your Committee was impressed with the necessity of freeing civil service administration from the hampering restrictions imposed by Charter provisions. Following are brief statements of some of the more important Charter restrictions:

The certification of one name from the eligible list to the appointing officer without allowing him any freedom of choice. In most jurisdictions throughout the United States at least three names are certified to the appointing officer and the modern trend is to extend this number. This certification of more than one name gives the appointing officer the opportunity to interview the eligibles, to check their records and to select the one who most nearly fits his particular need. It must be borne in mind that examination techniques are not so accurate that they can validly distinguish between the eligibles who are only a few points apart in their final examination scores.

An employee, during the probationary period in a promotional position has the right to a public hearing before the



CIVIL SERVICE COMMISSION (continued)

Civil Service Commission, should his probationary appointment be terminated. In effect this means that the probationary promotional appointee has greater protection than the permanent employee who has completed his probationary period.

In promotional examinations in the Police and Fire Departments, the Charter requires a heavy weight for seniority to the extent that younger capable men are unable to successfully compete in such promotional examinations. Further, the Civil Service Commission is prohibited from using oral examinations to appraise the capabilities of the candidates to carry on supervisory and administrative responsibilities.

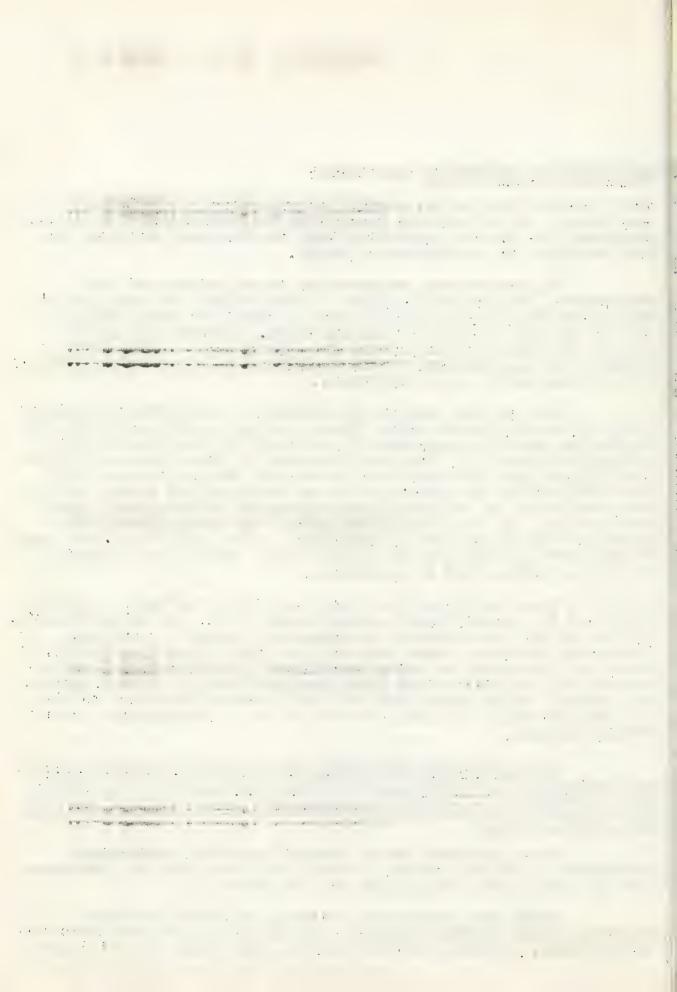
The Charter permits the copying of examination questions after an examination is held. There are many good reasons why the Commission should be permitted to maintain the confidentiality of examination material. The most important of these reasons are the inability of the Commission to improve its examination material; the inability of the Commission to use standardized tests; and the increased costs of preparing new examination material for every examination. The Commission recognizes that though examination questions should be kept in confidence, at the same time, the right of examination candidates to inspect their papers and to protest examination items must be protected.

Your Committee also noted that there has been no general review of the classification system since 1928. The classification section of the Commission is continuously engaged in auditing individual positions where requests for review have been filed, or where new positions are being established, but this work does not uncover the inequities that have developed through natural growth and change. There would seem to be no question but that the time is long past when a general overhaul of the classification system should be made.

Your Committee recommends that there be a general review and revision of the Charter provisions dealing with civil service and that there be a general classification survey made of the City and County service.

Your Committee has on several occasions interviewed prospective members of Civil Service, and found both Mr. Henderson and Mr. Albert very cooperative and enlightening.

While this report was written, Mr. Grubb has been appointed Civil Service Director, and his report has been received by the Mayor. We have not had time to judge this, and will leave



CIVIL SERVICE COMMISSION (continued); CITY PLANNING

it in the hands of the 1959 Grand Jury.

CITY PLANNING

Your Committee has been very active with this Commission and its Director - first with Mr. Opperman and then with Mr. McCarthy. We also have met with the entire Commission.

We have gone over its problems. First of all, we will say that the Commission itself is very able and they are a fine cross-section of the men and women of this City.

This Commission feels that with a substantial budget, when it will be able to hire some experts, such as a statistician and an economist, they will be doing a real civic duty and be able to add more property to the tax rolls thereby making money for the City. Their budget for 1958-1959 was only \$218,000 which your Committee feels is far too low for such a tremendous enterprise.

After discussing these problems, your Committee makes the following recommendations:

- 1. A capital budget and a program of capital improvement priorities should be established.
- 2. A regional approach should be used for many problems, including rapid transit, freeways and other transportation problems, including air transportation. A regional approach should also be used for recreation, regional planning, and other problems which affect the entire Bay Area. A Bay Area Planning District would be one method of improving the present situation.
- 3. Adoption of a new Zoning Ordinance is of major importance.
- 4. The importance of economic value of redevelopment in the form of increased tax receipts for the City and County of San Francisco should be emphasized.
- 5. An adequate staff and budget for the Department of City Planning so that the more important elements of the Department's work program can be implemented.

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CITY PLANNING (continued); ART COMMISSION

Your Committee, gladly, has this to say about the Commission: that it is efficient, courageous and hardworking.

ART COMMISSION

Our Committee met with the Director of the Art Commission and find that considering the small amount of money that they have to work with, they are doing an excellent job.

Listed below you will find their 1958-1959 Eudget which in our opinion is rather suall when you consider that they subsidize the symphony concerts \$100,000.00:

RESOLUTION NO. 6990-1958-S

1958-1959 ANNUAL BUDGET

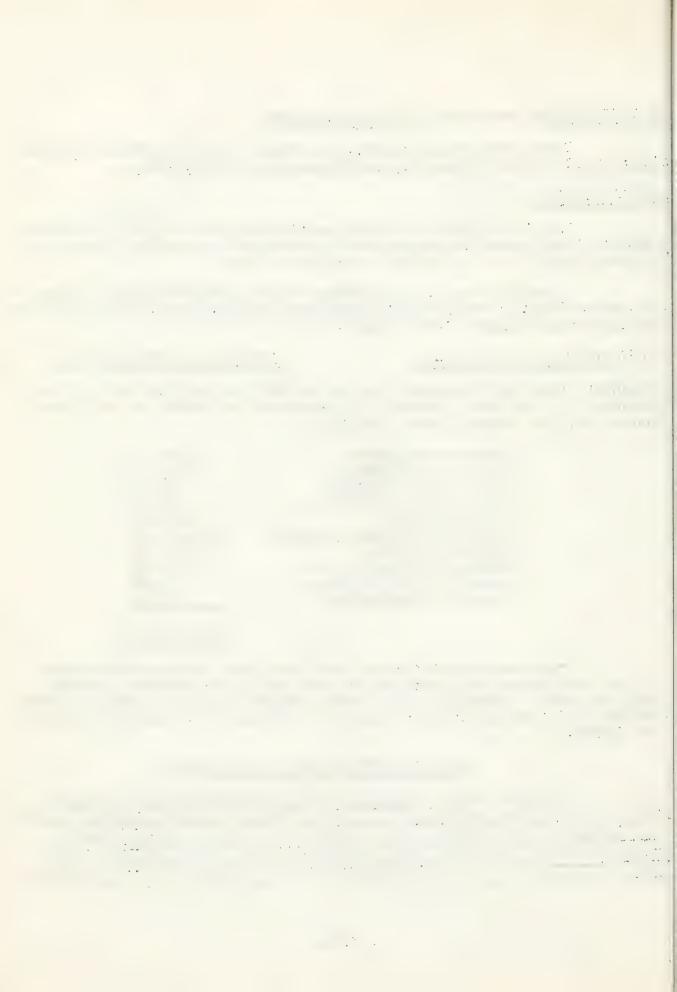
RESOLVED That at a regular meeting of the Art Commission held on January 6, 1958, the Commission unanimously approved the following budget for the fiscal year 1958-1959:

Permanent Salaries Temporary Salaries Contractual Services Civic Design Committee Municipal Band Municipal Symphony Concerts Municipal Chorus Furthering Visual Arts Materials and Supplies Exhibition Equipment	\$ 12,720.00 230.00 530.00 400.00 27,000.00 100,000.00 6,350.00 14,454.00 180.00 5,500.00
	\$ 167,364.00

Our Committee at this time feel that the recommendation of the Commission to amend the Charter by adding thereto Section 46.1 relating to inclusion in gross project cost for beautification of such construction with sculpture, painting and lanscaping should be approved.

APPROPRIATIONS FOR BEAUTIFICATION

SECTION 46.1. To foster the beautification of the city and to foster the development of the arts, all future appropriations for building construction by the city and county shall include a maximum of two per cent (2%) of the estimated gross project cost, which amount should be appropriated and allocated for the specific



ART COMMISSION (continued); BOARD OF PERMIT APPEALS

purposes of enhancing and beautifying the construction project with sculpture, painting and landscaping. Where the utilitarian nature and location of a structure make the requirements of this section unwarranted, such requirements shall be waived at the discretion of the art commission. The art commission shall be the sole agency responsible for the approval of the aesthetic acceptability of works of art created under this section.

BOARD OF PERMIT APPEALS

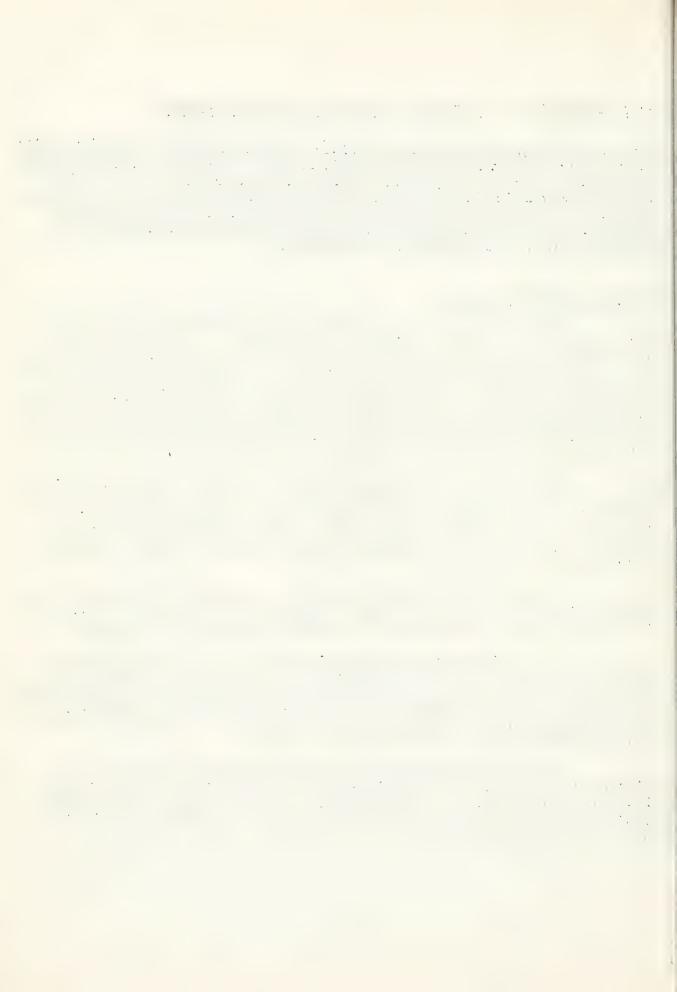
The Board of Permit Appeals in its actions encompasses many phases of our City and County government, and each year its decisions involve many millions of dollars in property and construction. Its principal role is to provide a channel whereby appellants may seek justifiable relief without resort to expensive and times consuming law suits. Any citizen, upon payment of a nominal faling fee, may appeal actions of city departments regarding permits and licenses, and, as a last resort, the decision of the Board of Permit Appeals likewise may be appealed to the courts.

The Board is comprised of five members appointed by the Mayor. Weekly meetings are held, with both sides given full opportunity to be heard. The records of the Board are kept by the Secretary, who maintains the Board's office in the City Hall and conducts the day-by-day business affairs related to the Board's activities.

A study of the rules and regulations governing the Board's actions indicates that the public interest is well protected, and that the framework under which the Board operates is adequate.

The Charter provides that not only may persons who are directly involved with the issuance of a permit or license take their case to the Board, but also anyone who believes his interests or property, or the public welfare, is, or could be, adversely affected by operations allowed under a permit or license, may seek relief through the Board of Permit Appeals.

The easy accessability of the Board has earned it the distinction of the "poor man's court", yet a glance at many cases, involving huge sums of money, which come before it, bears out the justifiable contention that its community significance is by no means to be underestimated.



BOARD OF PERMIT APPEALS (continued)

All matters heard by the Board are open to the public, and there is ample evidence that the Board members, and their Secretary, take all possible steps to make certain that all interested parties have an opportunity to make their positions known. City technical experts, representing all the interested City departments, sit in at all hearings to assist the Board when necessary.

The 1957 Grand Jury recommended that minutes of the Board's meetings be given wider distribution. This recommendation has been carried out, undoubtedly to the increased advantage of all concerned.

The general category of appellants before the Board include neighborhood groups, owners or tenents of downtown and outlying business properties, merchants, developers of housing projects and motels, architects, engineers, home owners and individuals concerned with appeals involving a great variety of permits and licenses issued through the Police Department, the Fire Department, the Department of Public Health and the Department of Public Works, together with the Planning Commission. Oftentimes, matters coming before the Board involve technicalities or outmoded codes, and in such cases the Departments themselves many times admit that justice has been done when the Board, in its wisdom, has seen fit to overrule the action of the Departments. In a very true sense, the Board may provide the answer to wooden and impersonal applications of government restrictions which eventually, it is hoped, will be modified by enlightened amendments to the codes and the Charter.

Present members of the Board are Clarence J. Walsh, Peter Tamaras, Ernest L. West, Joseph C. Tarantino and Morgan J. Doyle. The Board Secretary is J. Edwin Mattox, who has filled that position for the past eight years.

The building industry itself has gone on record as providing perhaps the logical reason why the Board of Permit Appeals fills an important role in our municipal government. The industry position is that there is needed some means of appeal from literal interpretations of the law, since San Francisco's municipal departments have no authority to grant variances from the Building Code.

It is our belief that the citizenry have through the Board of Pernit Appeals adequate recourse for a full and impartial hearing of their pernit and license grievances without undue expense and delay.

Total Budget \$13,600 - which we think is quite small;



BOARD OF PERMIT APPEALS (continued)

approximately between 100 and 150 cases a year. We would be very happy to recommend a typist, at least one-half time.

The Grand Jury, in all its visits with the Secretary of the Board of Permit Appeals, have found him very efficient and cooperative in having the agenda and minutes sent to us every week. This Committee has no recommendations here as everything seems to be running smoothly.

HENRY L. GIBBS, Chairman GERTRUDE G. LEVISON



PUBLIC DEFENDER

The San Francisco Public Defender's office operates under Section 33 of the Charter of the City and County, which reads as follows:

"He shall immediately, upon the request of a defendant who is financially unable to employ counsel, or upon order of the court, defend or give counsel, or advice to any person charged with the commission of a crime."

This Committee has observed the Public Defender's deputies in court action. Also talked with Judges, the Police and District Attorney to secure their opinions and recommendations on the performance of the Public Defender's office. Further, a visit was made to the highly regarded Oakland Public Defender's office to compare their operations with ours. From these inquiries this Committee concludes that our Public Defender Edward T. Mancuso and his Chief Deputy, Abe Dresow, and staff are creditably performing the charge so given them.

The work load of this office increases from year to year. This past year 5,608 defendants were represented in the Municipal, Juvenile and Superior Courts, which represented an increase of 25% over the last fiscal year.

Since 1955 the Public Defender's office was charged with handling misdemeanor cases. This proved a wise move on the part of the Administration and was particularly proven last year when 44% of the defendants represented (2,865 in number) were either dismissed, discharged or found not guilty. Of the preliminary felony hearings, 36% were either dismissed or reduced to misdemeanor. Furthermore, the handling of these cases by competent full-time deputies has practically eliminated the necessity of jury trial in the Municipal Court, and defendants now have their cases thied by the judge rather than by a jury. Last year there were only two cases that actually went to jury trial. Previous to the employment of a full-time deputy to the court, there were an average of fifty-five jury cases that were tried by outside counsel appointed by the court. This saves the City considerable money and crowding of court calendars.

The request for more help to adequately take care of the work load of nearly every department of the City Administration as perennial - some warranted and some unwarranted - but most of the requests end up under the "axe" of the Budget and Finance Committee. However, this Committee would be remiss if it did not report that in order for the Public Defender to further improve the



PUBLIC DEFENDER (continued)

efficiency of his office, he is in need of an additional full-time deputy to fill in on the courts during vacation time, to handle the bedside hearings on mentally ill cases at the Psychiatric Ward of the San Francisco General Hospital, as required by State law, and to aid in preparing of briefs for filing appeals.

WILLIAM E. BERELSON, Chairman
WILLIAM J. RAFFETTO, JR.
EARL S. LOUIE



PARKING AUTHORITY

The members of the Parking Authority, and the staff under the direction of Mr. V. T. Fisher, are sincere and devoted to the task assigned to them. This is a group that is planning well into the future and is striving diligently to keep abreast of the parking demands.

A brief summary will indicate the work accomplished during the past fiscal year.

ting one paso i isoai joai (Number of	
Completed	Stalls	Total
Memorial Temple Garage	500	
Fifty Main parking	304	804
Under construction as of July, 1958: Fifth and Mission Fifth and Howard Ellis-O'Farrell Zellerbach Building Pine and Market	1,083 300 900 150 50	2,483
Proposed and under negotiation:		
Sutter-Stockton	1,000	
Civic Center	1,000	
Portsmouth Square	520	2,520
•		
Open Parking		
Completed:		
Freeway Fringe	354	354
The day of arral annual to	-	
Under development: Minna-Natoma	80	
Jones-Golden Gate	100	180
o ones-dorden dade	100	200
Neighborhood Parking Requested	2,600	2,600
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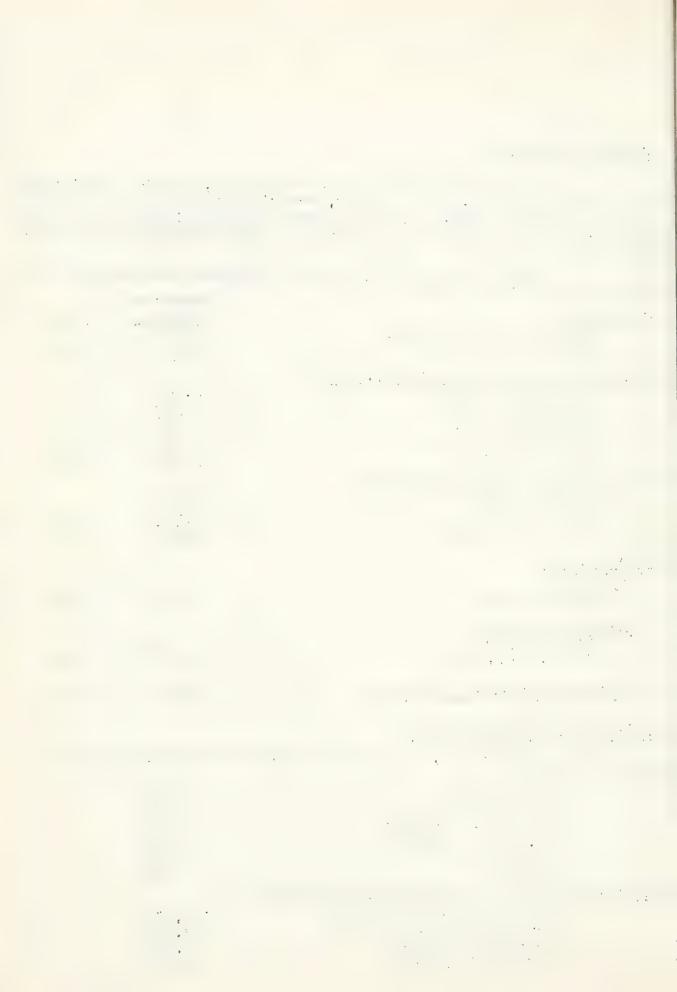
Income from Public Parking:

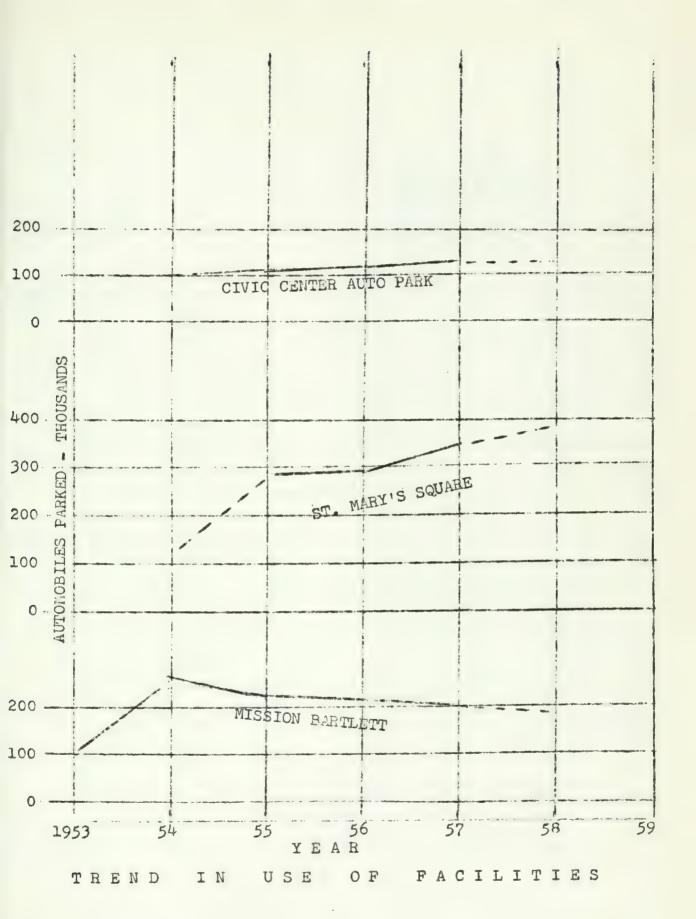
Disregarding taxes, the income received by the City, per car, is as follows:

Civic Center	\$ 1.31
7th and Harrison	0.95
Mission - Bartlett	0.53
St. Mary's Square	0.28
Forest Hill	0.07
Lakeside	0.06

Cost per stall for multiple floor parking:

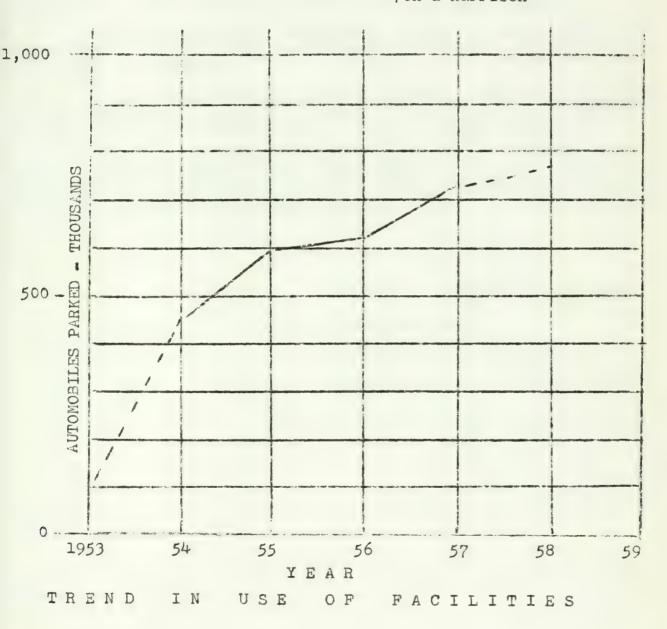
Civic Center Underground	\$ 4,500
Sutter and Stockton	3,300
Portsmouth Square	2,940
Fifth and Mission	1.960

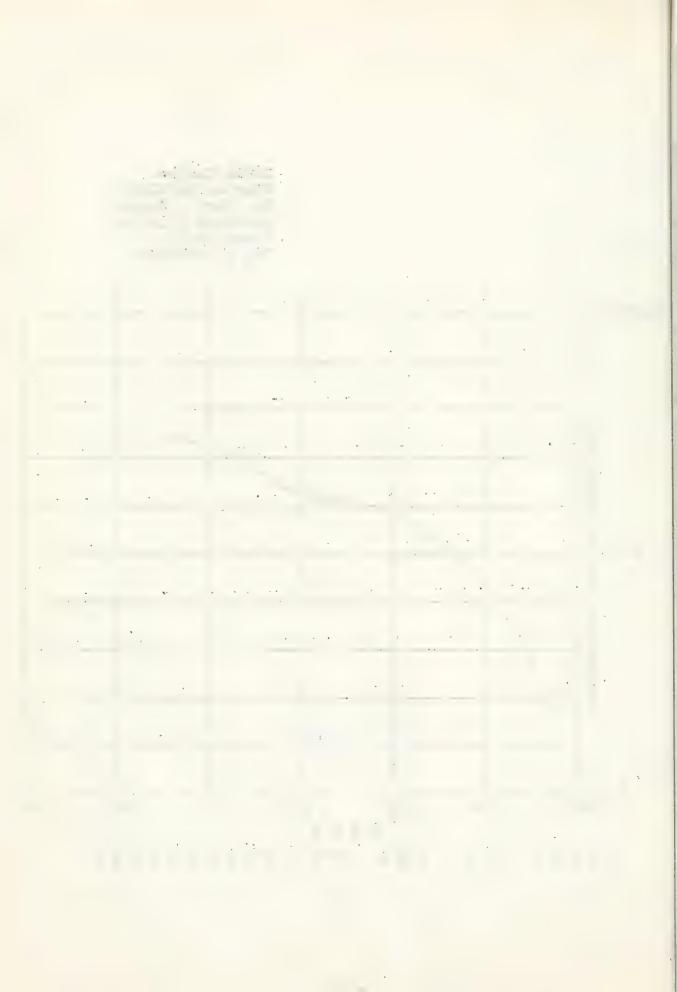






Civic Center
Mission Bartlett
St. Mary's Square
Lakeside Village
Forest Hill
7th & Harrison





TRAFFIC

The handling of traffic in the city is difficult. The original staff headed by Captain Kiely and the late Captain Olstad were alert and efficient in keeping up with traffic problems. It is believed their successors will keep up the good standard.

They believed all engineering should be performed by the Department of Public Works, and this change would lead to a greater efficiency in planning.

The continued abuse by many drivers of the double parking rules, particularly by trucks, should be given more attention, especially whenever curb parking is available within 100 feet.

The downtown parking meters would better serve the public if the respective parking limit rules could be enforced, thereby preventing parkers from "feeding" the meters all day to keep violations from registering on the meters.

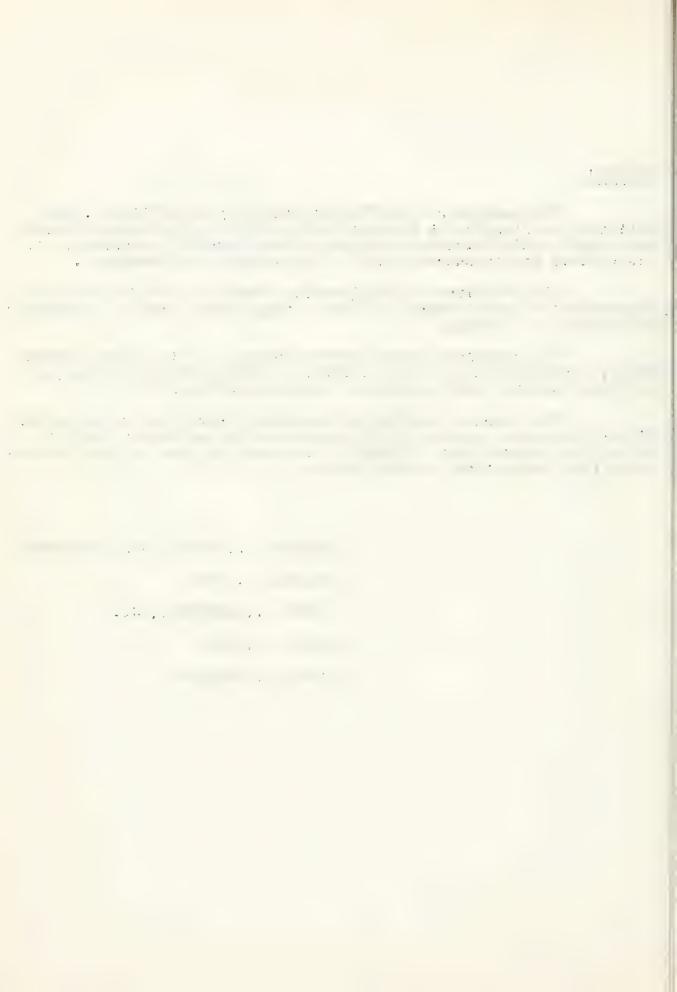
THORNTON J. CORWIN, JR., Chairman

ROLLAND W. YOUNG

HECTOR J. GIUNTINI, JR.

JOSEPH S. QUAN

CONRAD J. GRIEDER



SHERIFF

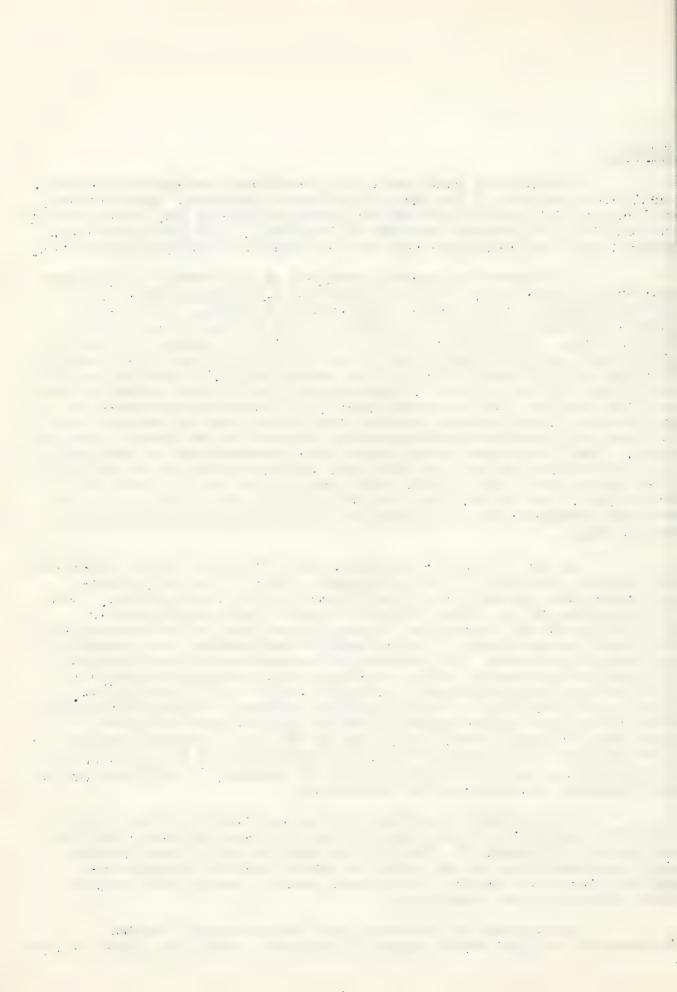
During this past year, our Committee, accompanied by several other members of the Grand Jury made a physical inspection of all county jail facilities in San Francisco and at San Bruno as well as the Civil Department located at City Hall. All facilities appeared to be well-managed and kept in clean and sanitary condition.

The number of inmates received at the County Jail during the fiscal year ending June 30, 1958 was 9,835 compared to 8.871 in the previous fiscal year - an increase of 9.8%. The daily average number of inmates was 882 compared to 834 in the previous fiscal year. It is interesting to note that the annual number of admissions two years ago (fiscal year 1955-1956) was 7,379 and the average daily population only 673. Among the 9,835 admissions this past year, 946 were Federal prisoners and 1,451 were felony prisoners awaiting trial. The remainder were 7.438 misdemeanants serving scritences. These figures substantiate the claims of crowded conditions and increased administrative burdens of the Sheriff and his staff. The last three Grand Juries have recommended the employment of eight extra jailers, but the only addition made was in the 1956-1957 budget when two jailers were provided for duty at the San Bruno Jail. We believe that the work-load in terms of custody and security requires the employment of additional jailers as soon as practicable.

In our visits to the jail, we noticed the clean appearance and general attitude of the prisoners. Most of the able-bodied prisoners are assigned some useful work in the institutions. The farm program at San Bruno produced a record crop this year of 440,030 pounds of vegetables of many varieties - raised mainly with voluntary prison labor. Twelve head of beef cattle are presently in the farm program. All produce in vegetables and meat are used to feed the prisoners, and a principal reason why the Sheriff is able to feed the prisoners on a daily budget of 47¢ per inmate, three meals per day, is this fine farm program. Between 50 and 60 tons of hay are raised annually and it appears that at least 30 more head of cattle could be raised on the farm without purchase of outside feed. The Sheriff should be encouraged in this productive farm program. Aside from the factor of economy, it provides useful work therapy and reduces jail idleness.

The crowded condition will be alleviated to some extent with the completion of the new Hall of Justice, projected opening scheduled for January 1, 1961. This building will provide added jail accommodation for an extra 120 male inmates. Despite the greatly increased inmate population, general morale and prisoner care are considered excellent.

The program of handling the "common drunk" and/or "alcoholic" in jail shows signs of progress. This is a heavy volume



SHERIFF (Continued)

problem, and a program of rehabilitation is being carried out by the Sheriff's Department in conjunction with the Health Department, Adult Probation Department and the Municipal Courts. It is constructive.

A recent study completed by the Sheriff relating to operation of the Civil Department shows an increase in work-load over the last ten years of about one-third. This embraces actions received, processes served, trust fund entries, warrants processed, etc. The amount of fees collected for services and mileage turned into the General Fund has increased in that period from \$49,785 to \$86,765. This unit needs additional skilled clerical help.

In the last fiscal year, 2,752 persons were transported by this department to various State institutions, in accordance with legal committments. This phase has gradually increased, requiring continued attention to personnel and equipment.

Sheriff Carberry is following the established custom of turning into the General Fund all fees for transportation and custody of prisoners held for other jurisdictions. In this last fiscal year, the sum of \$117,366.00 was turned into the General Fund.

With the general feeling that City Government is often wasteful in both manpower and materials, it was most refreshing and revealing for our committee to have worked with the Sheriff's Department this year. The members of the Grand Jury who accompanied us on our visits to the Civil Division and Jails #1 and #2 were visibly impressed not only by the statistical information furnished us by our Sheriff but also with his knowledge of the statistics which is perhaps due to his background wherein he spent three years as a Supervisor, eleven years in law enforcement, two and a half years as controller for Leo Myberg Co. and having also graduated from the University of San Francisco with a degree in business administration. He has certainly carried efficiency into City Government and we found in talking to various people in the departments that morale was excellent. Needless to say we also found Sheriff Carberry to have a great capacity for work.

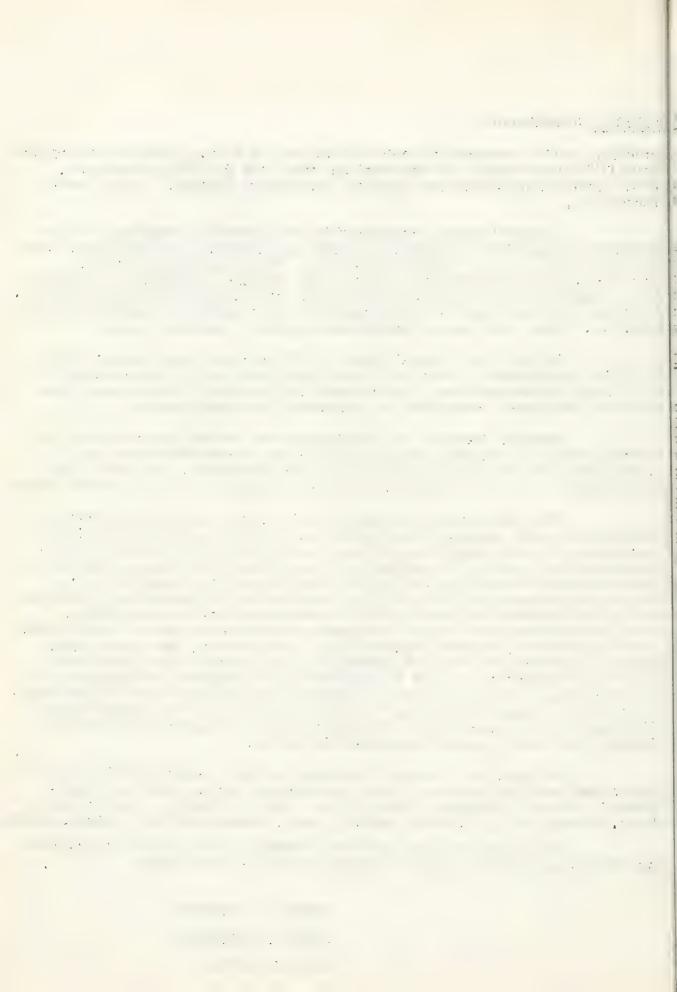
We feel he is also fortunate to have people in key positions who are dedicated to their particular work, such as Under-Sheriff, John P. Figone; Chief of the Civil Division, Howard Dunn; Supt. County Jail #1, Frank Smith; Supt. County Jail #2, Thomas Burns.

It is our opinion that San Francisco is indeed fortunate to have this caliber of men working in these positions.

ANGELO E. CAMPANA

JOHN H. CASENAVE

EARL S. LOUIE



PUBLIC UTILITIES

The operations coming under the jurisdiction of the Public Utilities Commission are so extensive and of such magnitude that it is difficult to give them proper recognition in this report, which must, of necessity, be brief.

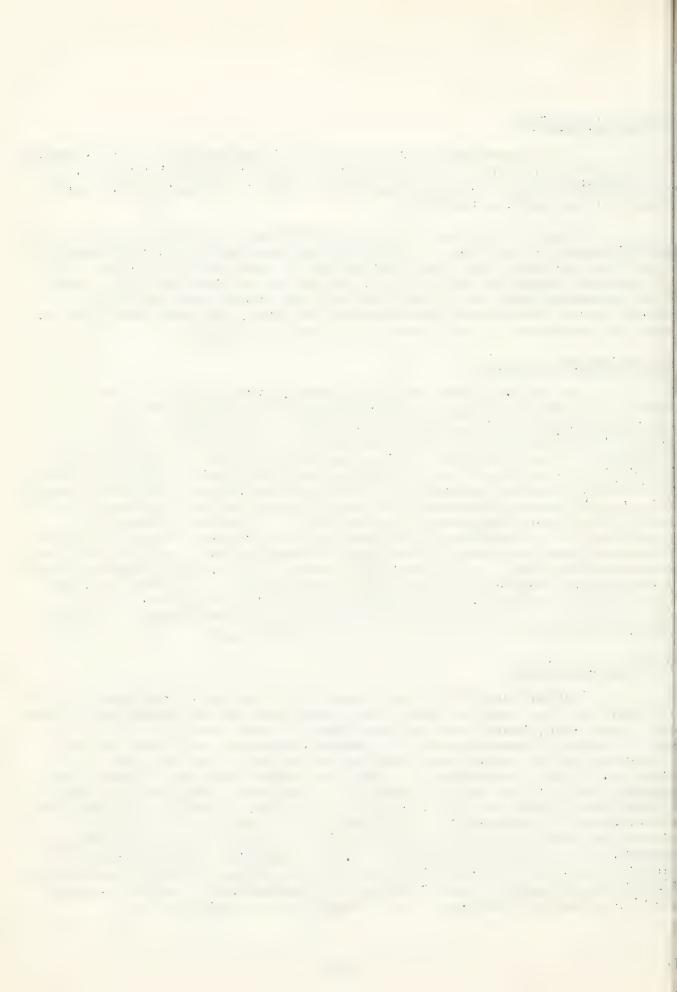
Your Committee, through interviews with Utility personnel and personal inspections of properties, has been favorably impressed with the business-like administration of such facilities and wishes to commend those in charge for a job well-done during 1958. Everyone connected with our Utilities can look with pride upon the record -- of four major departments only one, the Municipal Railway, was tax assisted in the fiscal year ending in 1958.

International Airport

A record! For the first time in its 31 year history, more than 4,000,000 passengers boarded or deplaned at San Francisco International Airport. Solution of some of the major problems involved in moving such a large number of people has already teen undertaken (self-service baggage reclaiming) and is being contemplated (utilization of waste areas, installation of escalators and, eventually, moving sidewalks). The Progress Report and Preliminary Recommendation on Terminal Expansion, submitted to the Commission early this year, projects plans to 1970. In a year or so, jet planes will be servicing this area and our Airport, because of the foresight and planning of our Airport authorities, will be able to accommodate them. The substantial income, \$3,916,667, derived from concessions, rentals, use of field facilities, etc., will be substantially augmented when a new addition to the Airport - the Hilton Inn - is completed. We commend Mr. Belford Brown, Manager, and his staff for such an impressive achievement.

Water Department

Water has often been referred to as the life-blood of a community. How well we know this even here in California where some sections have, from time to time, been in dire need of it. This should make us ever-grateful to those engineers and planners who preceded us and established our water system. Let us guard this heritage! Your Committee is happy to report that the fiscal year ending in 1958 was one of growth and progress. The value of the System has grown to \$105,921,737; the amount of water delivered to consumers has increased to 140,500,000 gallons per day and its revenues have more than doubled to \$14,024,624 since 1930. Rates, however, are 10% lower than in 1930. Plans have been projected many years into the future for expansion of the system to adequately take care of anticipated increase in consumption - another example of progressive thinking. Your Committee is concerned lest



PUBLIC UTILITIES (Continued)

inadequate provisions for deferred maintenance of equipment and servicing of facilities jeopardize the quality of our water. After an inspection of properties, accompanied by General Manager and Chief Engineer James H. Turner, the early part of the year, we felt it our duty to recommend by resolution to the Mayor and Board of Supervisors that approval be given to the Water Department budget submitted by the Public Utilities Commission having to do with personnel and other items required to reduce deferred maintenance and thus maintain the quality of our water. It has been noted, with satisfaction, that the Minutes of the Commission indicate that much work is being done to replace antequated equipment and cleanse water mains and reservoirs. This Committee recommends that favorable consideration be given in the future to budget requirements for maintenance of equipment and water quality.

Hetch Hetchy Water and Power Project

Your Committee feels that the following exerpt from a paper prepared by Manager and Chief Engineer Harry E. Lloyd characterizes Hetch Hetchy:

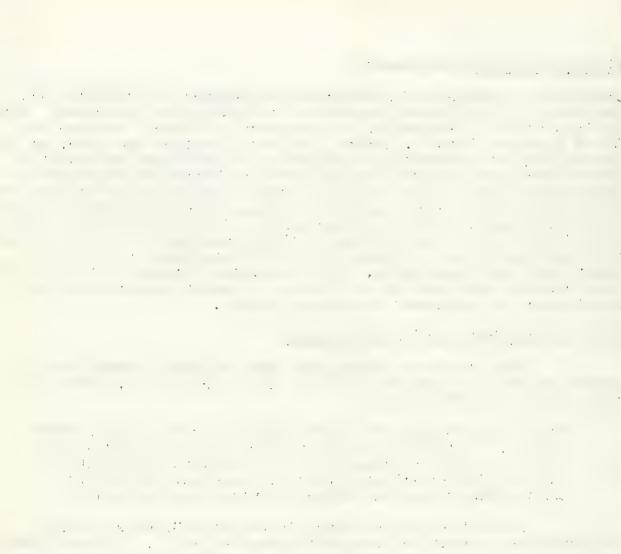
"One of San Francisco's most valuable assets is its water supply. Few cities in the country have an assured water supply as fine in quality or as dependable in quantity as does San Francisco. This is especially important here in the West where the water resources are limited."

A visit to Hetch Hetchy in the High Sierras is aweinspiring -- a great tribute to engineering skill. In addition to
the storage of water and development of power, Hetch Hetchy, in
cooperation with the Modesto and Turlock Irrigation Districts and
the United States Engineers, has played an important part in flood
control and in the development of the Tuolumne River watershed;
an arrangement unique in the history of water development in
California, if not in the entire country.

The Utilities Engineering Bureau, which provides engineering services for Hetch Hetchy, International Airport and the Municipal Railway, is under the supervision of Hetch Hetchy management. The Bureau of Light, Heat and Power, which provides electric, gas and steam services to Municipal Departments of San Francisco and designs, installs and operates the City's street lighting facilities, was recently merged with the Hetch Hetchy Project.

Municipal Railway

Very few people, who have not had the opportunity to observe at first hand the operations of our Railway, realize the



PUBLIC UTILITIES (Continued)

magnitude of the Railway organization. This is the largest of the utilities, employing in excess of 2700 people and enjoying revenue from its operations in excess of \$19,800,000. Unfortunately, however, a deficit was sustained during the fiscal year 1957-58, necessitating tax relief of \$3,455,358. Many factors contribute to this deficit, but Railway management, headed by General Manager Charles D. Miller, is doing everything possible to keep them under control; they are to be commended for their efforts. Your Committee noted with some degree of apprehension that claim payments by the Railway amounted to \$1,090,047.56. This prompted our inquiry on two points; (1), the handling of claims and (2), the prevention of accidents. Our meeting with Donald Mazzoni, General Claims Agent, and Paul Fanning, Director, Bureau of Personnel and Safety, alleviated much of our concern. It was found that claims are being handled very fairly and efficiently and that the number thereof and payments made are not out of line for a business of such proportions as our Railway. The operation of 850 vehicles over 488 miles of routes, carrying 655,000 passengers daily is no small undertaking and presents many exposures from an injury and accident standpoint. By means of a central radio control station, headquarters are constantly in touch with district inspectors, whose duties are to keep operations on schedule, investigate accidents and report any rule infractions. The Railway has an excellent training program for new employees that is comparable to any in the transit industry. This consists of both classroom (theory) and line (practical) training, as well as psycho-physical tests and medical examinations. The Committee feels that proper indoctrination will result in safer operation and the reduction of accidents.

New type coin boxes will soon be put into use. It is estimated that they will result in increased revenue and reduction in operating costs.

In looking at the revenue picture, consideration has been given to possible remedies for the deficit, the most talked of one being an increased fare. From time to time this subject and transfer charges have been before the Utilities Commission and turned down. Surveys indicate that increased fares result in reduced use of the facilities and defeat the intended purpose. It is not practical, because of short distances involved, to use zone rates. It is the consensus of the Committee that Sam Francisco needs the Municipal Railway and should maintain service at a minimum fare. Any resulting deficit should be tax supported as long as such support is reasonable. We feel confident that management is doing its utmost to keep it within that realm. We recommend that management be evervigilant to the accident hazard and make sure that running schedules are not made too tight so as to create the possibility of accident.



PUBLIC UTILITIES (Continued)

The Bureau of Public Service, under Director William Simons, is to be complimented for the splendid Annual Report of the Public Utilities Commission and for other publicity activities. We recommend that wide-spread distribution be given to the Annual Report -- to schools, service organizations, public libraries -- so the public may have an opportunity to become better acquainted with our Public Utilities.

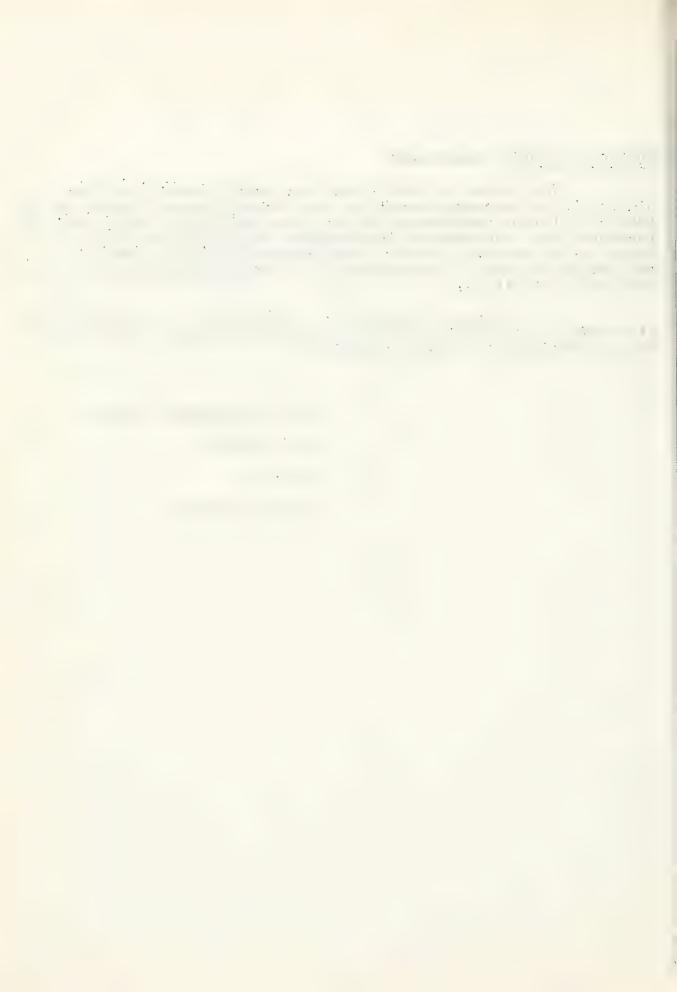
In closing, we repeat our commendation of management and its staff for the efficient and business-like manner in which our Public Utilities are being operated.

JOHN H. CASENAVE, Chairman

LEO J. MURPHY

ROY SCOLA

ROLLAND W. YOUNG



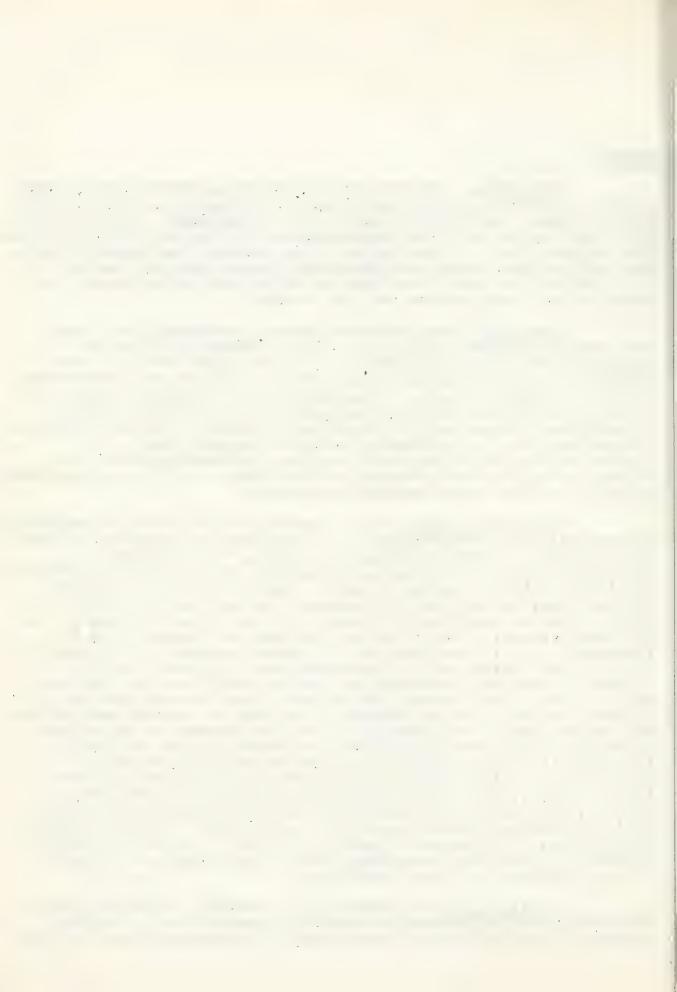
CORONER

PERSONNEL: The Coroner, Dr. Henry W. Turkel (under civil service status) has served energetically and well for approximately six (6) years. His staff consists of the following: Chief Investigator Paul Greene and five investigators who are also deputy coroners Five Doctors (on part time basis), five drivers, two morgue attendants and one part time, two laboratory technicians, one assistant toxicologist, one part time court recorder, one senior clerk, one stenographer, four typists and file clerks.

LOCATION: The Coroner's office, operating facilities, and court are located behind the Hall of Justice Building at Washington and Kearney Streets. All of the above are to be relocated in the new Hall of Justice Building now under construction at 7th and Bryant Streets. Consideration has been given that much of the improved equipment and facilities that had been installed in very recent years will be moved and included in the new building. New quarters are to be closely maintained on one floor. The Coroner and his staff must work in close co-operation with the Police Dept., District Attorney and the Courts, and the new quarters should be a great asset to this department.

FUNCTION & COURT: The Coroner and his staff (approximately 30 persons) serves the community to establish the cause and related circumstances in certain classes of deaths. In cases where no Doctor has been in attendance, the Coroner must examine to establish and to determine the cause of death. Deaths caused by accident or crime must be examined and processed by his staff. Coroner's Court serves to establish the cause of death in certain cases, and the establishment of it's findings may set the precedent as to innocence or guilt upon the act of a person accused as to cause of The findings of the Coroner's staff and court is of extreme importance; therefore, he and his staff must be, and are, high calibre. They protect the rights of the innocent who may be accused, and are equally vigorous in helping to convict the guilty. The Coroner should be complimented for the absence of complaints relating to cases involving civil litigation because of double indemnity insurance claims on account of accidental death and other types of civil claims and litigation. The court conducted by the Coroner, while small, has the dignity that befits it's purpose. The jurors are usually obtained from business establish. ments by Coroner's Deputies and due care is used to obtain inteli .gent jurors. The Coroner's staff should also feel honored by the absence of complaints concerning missing belongings, as has come to our attention in other localities.

FACILITIES: The surgery and operating rooms and laboratory are clean and maintained with the appearance of a hospital surgery. Good ventilation now prevails. Refrigerant storage room

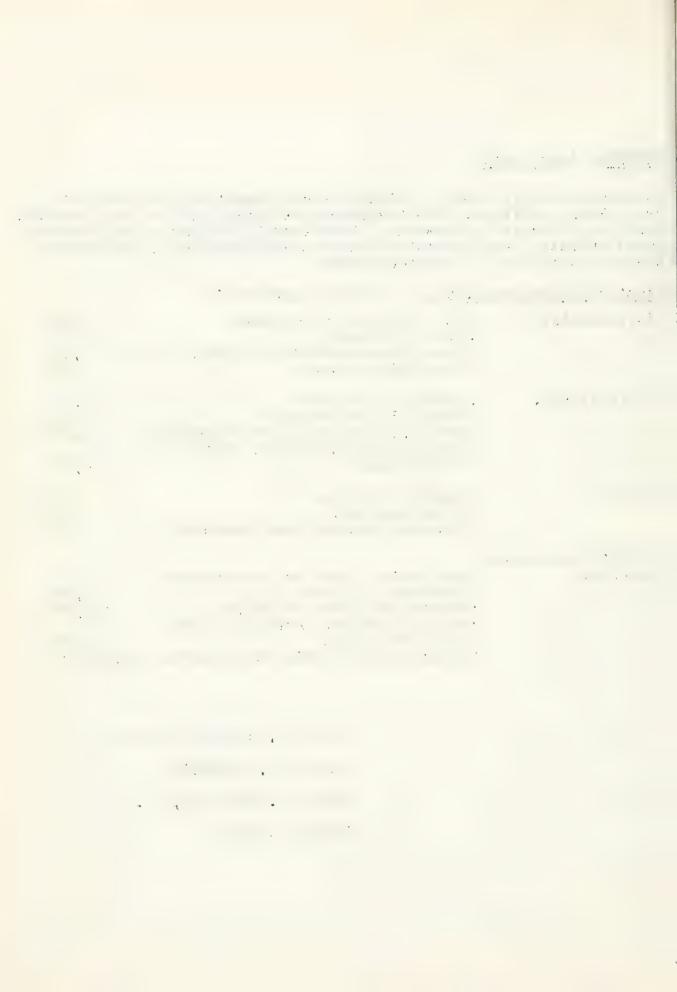


CORCNER (continued)

is clean and well kept. A viewing room separating the deceased by a glass partition, with adequate rest facilities for the viewers, has been a recent improvement. More than 3,000 deaths are investigated annually, and laboratory work on approximately 2,500 bodies has been performed in previous years.

Statistics for Year	1958: (December estimated)	
Investigative:	Cases reported to Coroner Miles travelled Cases transported to Coroner's office Fingerprints taken	3,812 26,442 2,256 983
Professional: Autopsies performed Tissue blocks prepared Specimens examined microscopically Specimens submitted and tested by		2,250 2,640 7,915
	toxicologist	9,100
Legal:	Inquest hearings Jurors summoned Witnesses summoned and examined	293 412 1,298
Administration and		
Clerical:	Cash monies found on deceased and delivered to next of kin Estimate of other valuables Pages of medical protocols typed from recordings	\$19,964 \$39,000
	Telephone calls made and received (est	

CONRAD J. GRIEDER, Chairman
WILLIAM E. BERELSON
HECTOR J. GIUNTINI, JR.
JOSEPH S. QUAN



PUBLIC WORKS

The Department of Public Works under the able direction of Mr. Sherman P. Duckel and his staff is a well organized, important division of the city's function.

The department is staffed to handle projects totalling up to \$20,000,000 annually. If bond issues are approved which appreciably exceed this amount the additional work is assigned to well established architectural firms in the city. By operating in this manner the personnel required by the department can be maintained at a reasonably constant number. This method of operation is also used by commercial enterprises.

There was some implied criticism in the newspapers that money voted for bonds was not spent promptly and therefore costs often exceeded the appropriation. These statements did not give proper consideration of the normal processes required for large projects. The money must be available before plans and specifications can be prepared, which will take about one year. Construction periods normally average about two years, so on the average three years would elapse between the approval of the bonds and the completion of the project if no complications arise.

Some monies voted for sewers, streets, etc. provide funds when a specific need arises.

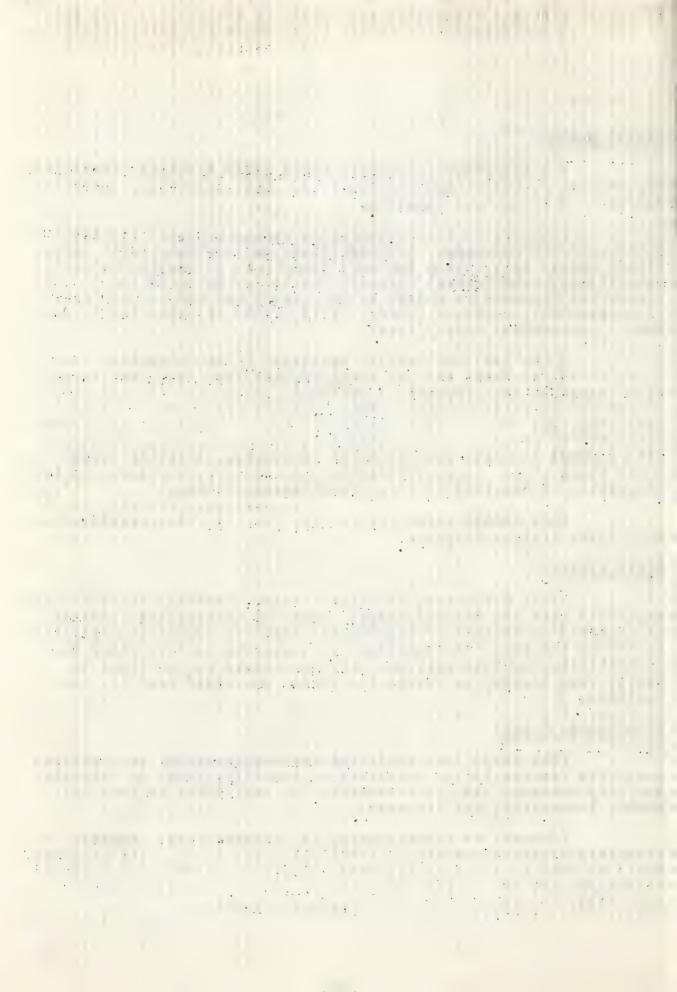
Civil Service

It is recommended that the present practice of placing the candidate with the highest passing grade in an available position be modified on ratings of \$10,000 and above to permit the selection of one of the three top candidates. In positions of greater responsibility and authority the Director should be permitted to select from a group to obtain the person who would best fit the position.

Maintenance Funds

This Grand Jury finds the recommendation of the previous ones with respect to the necessity of providing funds to maintain the city property has never received due consideration from the people controlling the finances.

It would be a good policy to allocate funds annually (possibly a fixed percentage of the tax rate) so the city property could be kept in a reasonably good condition and not be permitted to deteriorate to a point where the voters are asked to approve a bond issue as was done for the Steinhart Aquarium.



PUBLIC WORKS (Continued)

The Board of Education has arbitrarily reduced the value of work below that specified by the charter that may be performed without taking bids. The cost of preparing plans, specifications and the inspection of small jobs makes this practice uneconomical. With present day costs it is believed the \$2,000 charter limitation is too low and that this sum should be raised to about \$5,000.

Replacement of Equipment

It is recommended a plan be inaugurated so vehicles and equipment be replaced on a definite plan, (i.e.) when a passenger car requires a complete motor overhaul it should be replaced. On the assumption an average car would last three years it would be a simple matter to provide funds to keep the fleet in good condition and would probably result in lower cost per mile.

Office of Building Inspection

It is strongly recommended upon Mr. Bush's retirement that his successor be a registered "Structural Engineer" and that this be a requirement to qualify for this position.

This is one of the most important city duties involving the safety of structures. It is necessary to review the plans of outstanding Structural Engineers and Architects, so the person serving the city in this capacity must be outstanding in this field. If necessary, the job should be upgraded to attract qualified men.

With the increasing use of air conditioning, automatic elevators and similar devices, it is recommended a Mechanical Engineer Division be added to this office. These Divisions are self supporting since owners pay fees for review of plans and inspection of installation.

Administrative

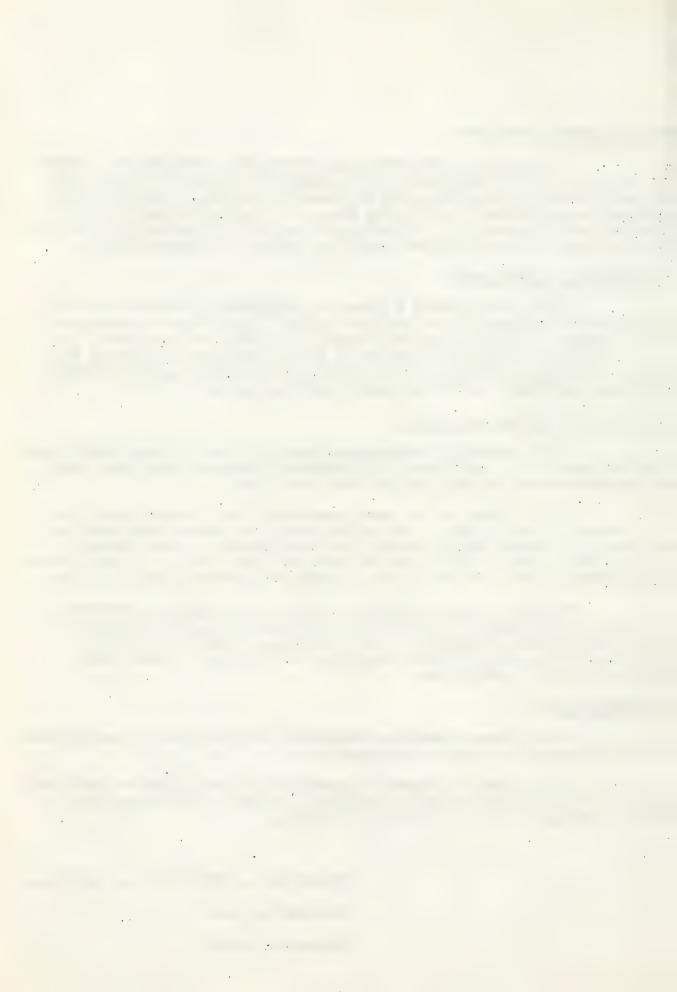
It is recommended the Telephone Switch Board be modernized for efficiency and economy of operation.

It is also recommended consideration be given to the purchase of a suitable computing machine. Industry has found appreciable savings can be obtained by their use.

THORNTON J. CORWIN. JR., Chairman

ROLLAND W. YOUNG

HOWARD H. LOWRY



FIRE DEPARTMENT

Your Committee had several meetings with Chief William F. Murray and were received most cordially by him and his staff who offered much informative information which was of great help to understand the functions of this most important and vital department of our City.

Following is an outline of the Fire Department's extensive activities:

Water

The highly-regarded supply system, both low and high pressure, is being well maintained. Low pressure installations are following the city's growth and changing character. A cross-connection of the High Pressure System between the Sunset and Richmond districts through Golden Gate Park in the vicinity of 10th Avenue will be started shortly. A gravity feed line off a large main, leveling from Summit Reservoir, has been installed and supplements the 10,500,000 gallon capacity of Twin Peaks Reservoir on the High Pressure System with an additional 13,000,000 gallon emergency availability. These are strong additions to a recognized strong system.

The much needed fire boat that has been sought by Chief Murray is now a reality and the danger of a major fire disaster has been greatly lessened.

Safety

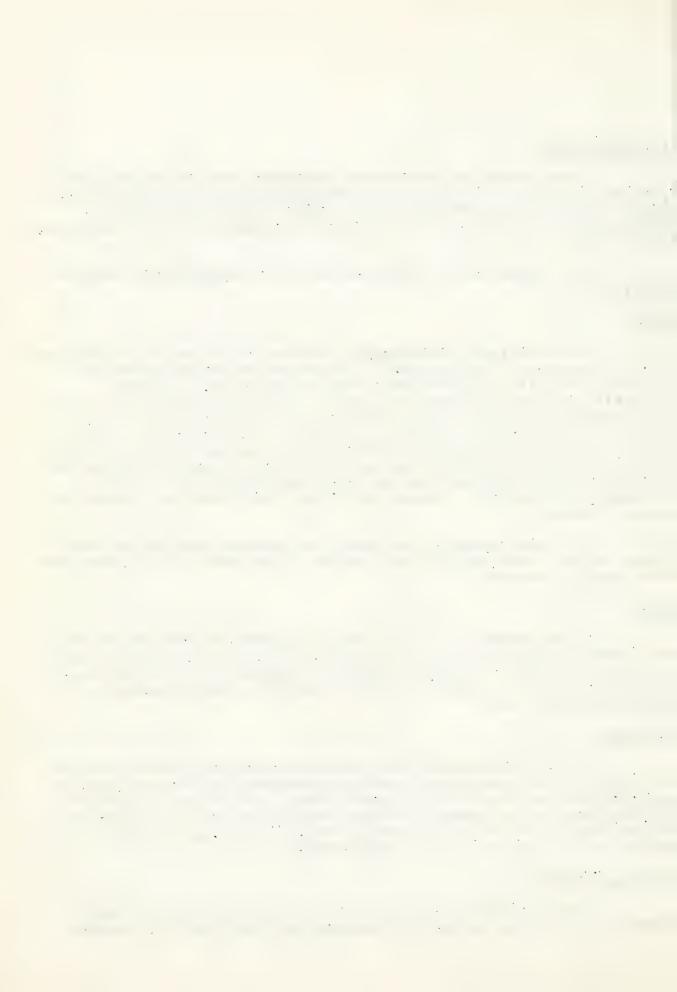
Considerable effort is being expended to develop an effective safety program both on the personal injury and accident fronts. Statistical analyses, under a committee appointed by the Chief, are being developed for evaluation toward applying safety measures of fruitful proportions.

Financial

The application of new methods in fighting fires and the adoption of more modern equipment has resulted in a budget drop of some \$50,000 from the 1957-58 Fiscal Year. It is one of the few City departments to submit a reduced budget request, although we believe the reduction in personnel from 1,781 to 1,764 has had some bearing on the request for a lower budget.

Training Program

The department has inaugurated a new training program which is beneficial to the Probationary and New Firemen, in which

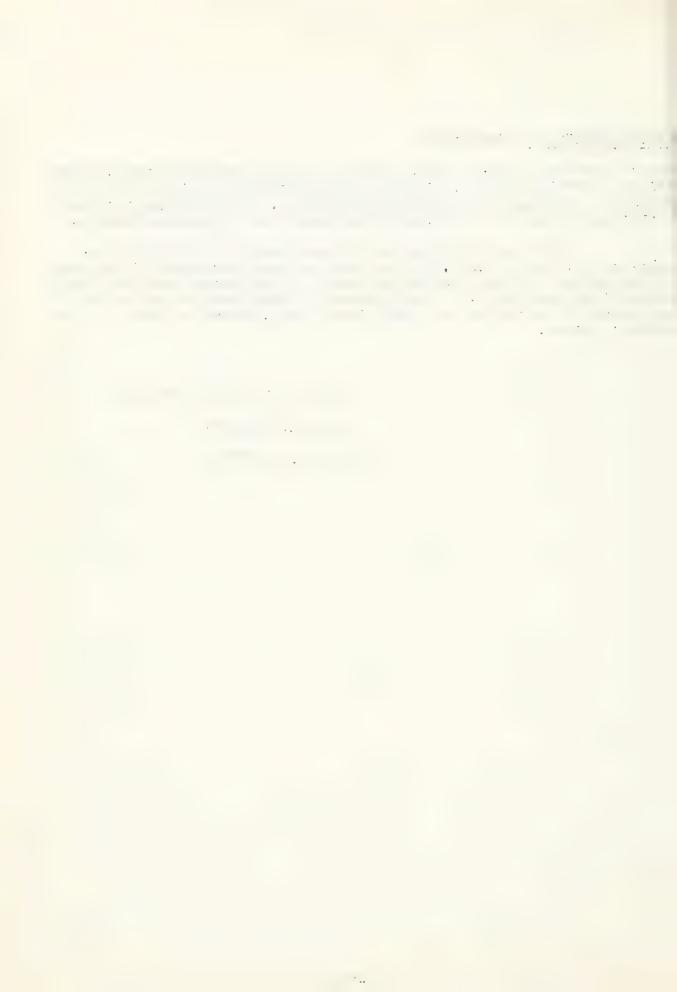


FIRE DEPARTMENT (Continued)

they learn the technique and application and rules and regulations of the Fire Department. We have commented upon a few of the many phases of the operation of the Department. A full report of its activities will be set forth in the Department's Annual Report.

Your Committee desires to congratulate the Fire Commissioners, Chief Wm. F. Murray, his personal secretary Chief Wm. P. Lindecker, and the entire personnel of the Department who are trained and dedicated to their vocation, and have helped to build and maintain our efficient Fire Department, second to none in the entire nation.

ROLLAND W. YOUNG, Chairman JOHN H. CASENAVE WM. J. RAFFETTO



NARCOTICS

The year just coming to a close is one in which much progress has been made with respect to law enforcement as it pertains to the vicious narcotics problem.

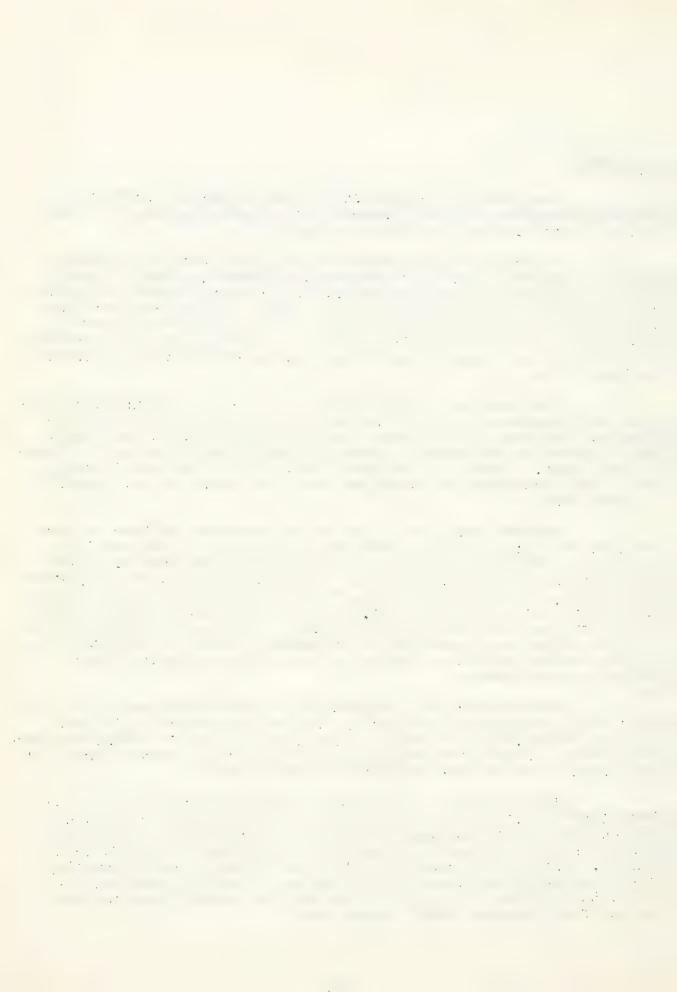
According to the report of the 1957 Grand Jury, an appalling lack of cooperation between the Federal, State and San Francisco agencies appeared to exist. This unfortunate situation continued into the early part of this year. It was in March that a decided improvement became evident. To a substantial extent this may be attributed to the quality of the men who were selected to head the San Francisco narcotics squad, and who were activated on March 17th.

Our numerous visits with the San Francisco narcotic division have convinced us that the City is fortunate to have such a high caliber man as Lieutenant Leslie Dolan to direct the squad, and likewise is fortunate to have Sergeant Frank Brown as the operational head. These are dedicated men, of superior intelligence, and if they continue in narcotics work, San Francisco will profit a great deal.

Earlier this year a new State narcotics officer was appointed for this district. Matthew O'Connor is a hard-working, capable appearing operator, who was formerly connected with the San Francisco Police Department. He has been working closely with Col. White, District Supervisor, Federal Narcotics Bureau, as well as with our San Francisco unit, so it is apparent that last year's situation has been entirely corrected. Another good feature of the current situation, according to Lieutenant Dolan, is that the district attorney's office cooperates fully whenever called upon for advice or assistance.

With respect to cooperation, we were impressed with the fact that a meeting is held every Thursday afternoon in Colonel Wnite's office, with federal, customs, state, and San Francisco participating. Here information is exchanged on all matters that may be important to the various enforcement agencies.

In contrast to the six-man squad of previous years, San Francisco's division now consists of seventeen men. The training of new men in this specialized field is of the utmost importance. Here is further evidence of the fine cooperation of the Federal Bureau. The new men spend the first two weeks of their training period under the guidance of Col. White. The first week is devoted to learning office procedure, and the second week is spent in the field working with Federal men.



NARCOTICS (continued)

During the year the San Francisco narcotics department introduced a public school education program, which should prove helpful in convincing younger groups of the evils of narcotics. The Board of Education is cooperating with this valuable work by providing an appropriate film. A member of the narcotics squad who has been especially trained to handle this important educational program works closely with the school teachers and school counselors. When narcotic problems arise in our schools, this agent handles them quietly, and he has had considerable success in freeing the potential victims before it is too late.

All branches of narcotic law enforcement are agreed that it is very difficult to track down the large operators. These men work so far in the background that it is rarely possible to reach them. As far as the San Francisco department is concerned, there is only one "Mr. Big" presently working in this area. They know the man, but have not been able to reach him. It is believed that the really large operators have, for the present, left town. This is the result of a declining market occasioned by the difficulty now being experienced by the small dealer because of the aggressive work that is being done by all branches of narcotic law enforcement.

Last year the Grand Jury advocated a separate narcotic fund to be used in apprehending narcotic underworld characters. In June of this year the people approved a Charter amendment that will make \$25,000 available next year. Meanwhile, Chief Cahill, who has a full appreciation of the narcotic problem, and who is reported to be very cooperative, has been providing ample funds.

Oakland and many other cities have been using the drug nalline with considerable success in combating the narcotic evil. Where it is being used, the nalline test is made a condition of parole and probation. The purpose of the test is to determine whather the parolee or probationer has continued the use of narcotics. If an addict is given probation on the basis of agreeing to nalline treatment, it can readily be determined if he has been using drugs since last reporting to the probation office.

The San Francisco narcotic department wants to use nalline, but Dr. Sox, Director of the Health Department, has not yet given his approval. However, we understand that he intends to inaugurate this program around the first of the year. Statewide regulations for administering the nalline test were drafted last June by the State Health Department. Based on the successful experience of other cities, we are confident that nalline would be a distinct asset to the San Francisco narcotic squad. We sincerely trust that no further delay will interfere with the adoption of this program.



NARCOTICS (continued)

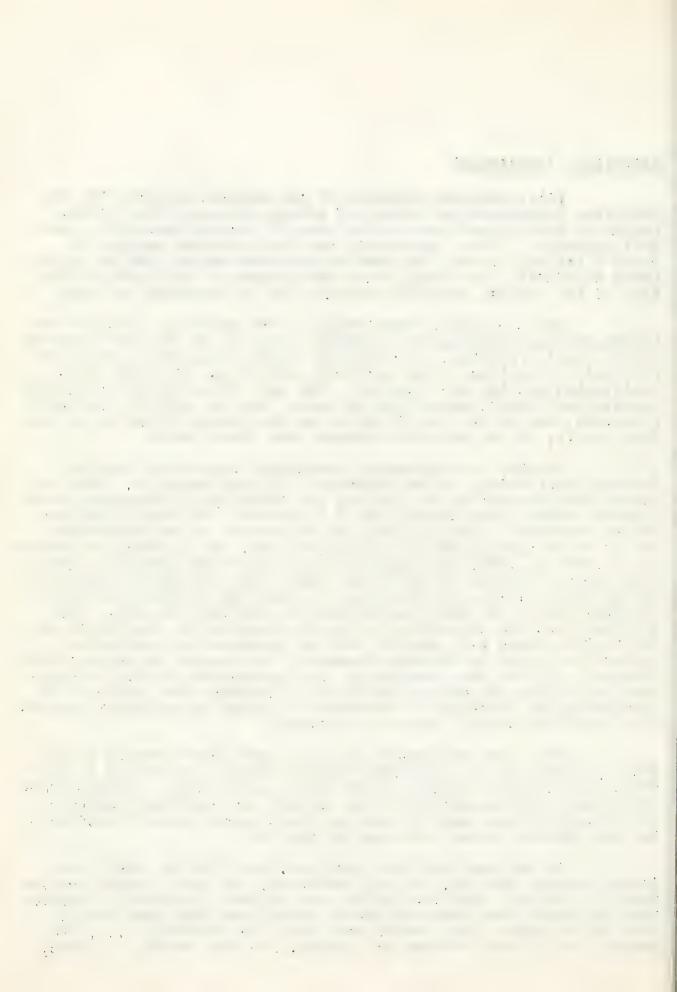
While awaiting approval of the nalline program, the San Francisco department has commenced taking close-up color photographs of needle punctures on the arms of persons arrested on narcotic charges. When a person who has been arrested appears in court a few days later, the needle marks are healed, and he denies being an addict. By taking color photographs of the marks at the time of the arrest, positive evidence can be presented in court.

The successful functioning of the narcotics division has become greatly handicapped by recent decisions of the State Supreme Court. Until recently, if a narcotic agent suspected a person of possessing narcotics he was searched, and drugs, if found, were confiscated and the man arrested. The same procedure was followed in entering a man's automobile or home. Now the officer must have a warrant, and by the time he gets one the suspect might be in the next county, or the narcotics passed into other hands.

Another great handicap resulting from another recent Supreme Court ruling is the so-called Priestly decision. This requires the prosecution to disclose the identity of informers in all criminal cases, when demanded by a defendant. To force disclosure of the informer's identity makes it impossible to use informers; for it would place them in serious jeopardy. At a meeting in Fresno on December 5, 1958, the Peace Officers Committee agreed to recommend certain changes in our laws. They will meet again next February in Watsonville, and there approve specific language which will be submitted to the State Legislature at its 1959 session. proposed narcotic legislation will add a section to the Health and Salety Code which will provide that no evidence in a narcotics prosecution shall be excluded because of the manner in which it was obtained. At the same session of the Legislature it will be urged that legislation be enacted which will eliminate the necessity of disclosing the identity of informants in order to establish reasonable cause for arrest, search or seizure.

This Jury recommends that the 1959 Grand Jury do everything possible to see that this vitally needed legislation is approved at the 1959 meeting of the State Legislature. Attorney General-elect Mosk has said that the present law regarding informers is bad legislation, and he would no doubt gladly assist in effecting the greatly needed revisions in the law.

In dealing with dope peddlers, the federal courts are justly severe, whereas, in many instances, the state courts are incredibly lenient. Earlier in the year we were inclined to believe that the state laws were not strict enough and that they should conform to federal laws, which were much more drastic; i.e., the penalty for a first offense is 5 years, for the second, 10 years,



NARCCTICS (continued)

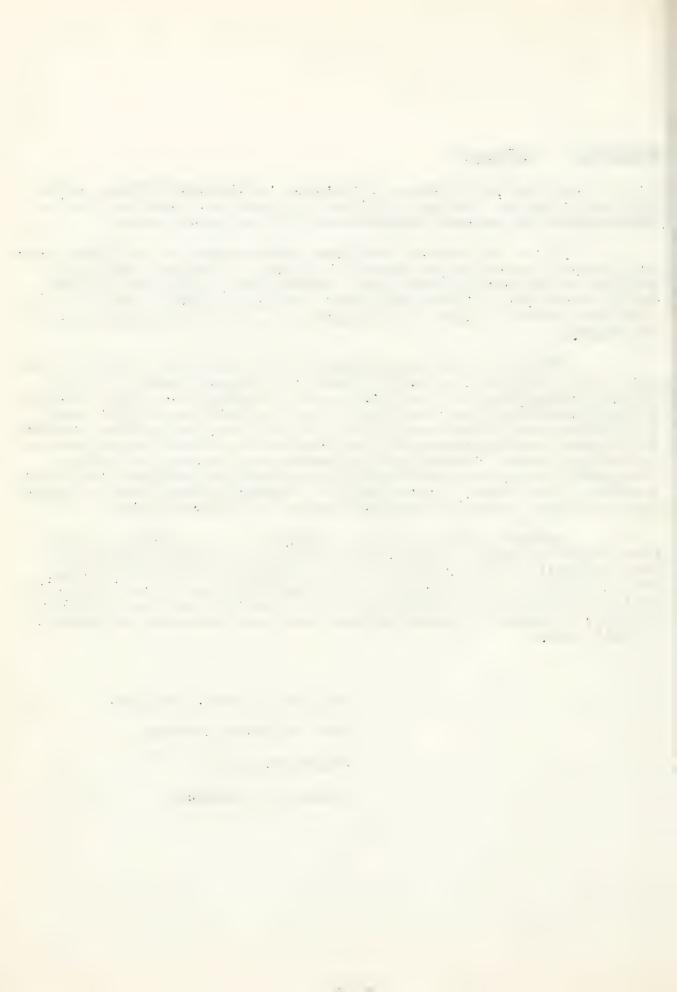
and for the third, 20 years. Recently, in discussing this subject with the district attorney's office, we were told that our law is satisfactory if handled appropriately by the state courts.

It is our opinion that the state courts or the Adult Authority should not allow probation or parole to anyone convicted of selling or possessing narcotics. Furthermore, we do not believe trial courts should disregard prior convictions which have been alleged and proved in narcotic prosecutions, when sentencing second offenders.

There has been considerable talk concerning what has been called the "English System." We have investigated this "system" rather extensively and find nothing to recommend it. The continuation of supplying dangerous drugs to a "patient" solely for the gratification of addiction will not effect cure, even when decreasing amounts are administered. We are told that addicts require increasingly larger "fixes", and if decreasing amounts are given, they merely supplement the quantity by narcotics secured from other sources. Our federal, state and local narcotic heads are in agreement that the so-called "English System" is without merit.

Referring again to the aggressive work of the San Francisco nercotic squad, twenty-eight arrests were made during the week beginning December 1st. This is somewhat above the average, which has been twenty per week. Further evidence of the impressive activity of the Department is the fact that the men have investigated 793 complaints since the new force was activated on March 17 of this year.

MILLARD S. BURY, Chairman
MRS. MARGARET KLAUSER
JOSEPH S. QUAN
WILLIAM E. BERELSON



MAYOR

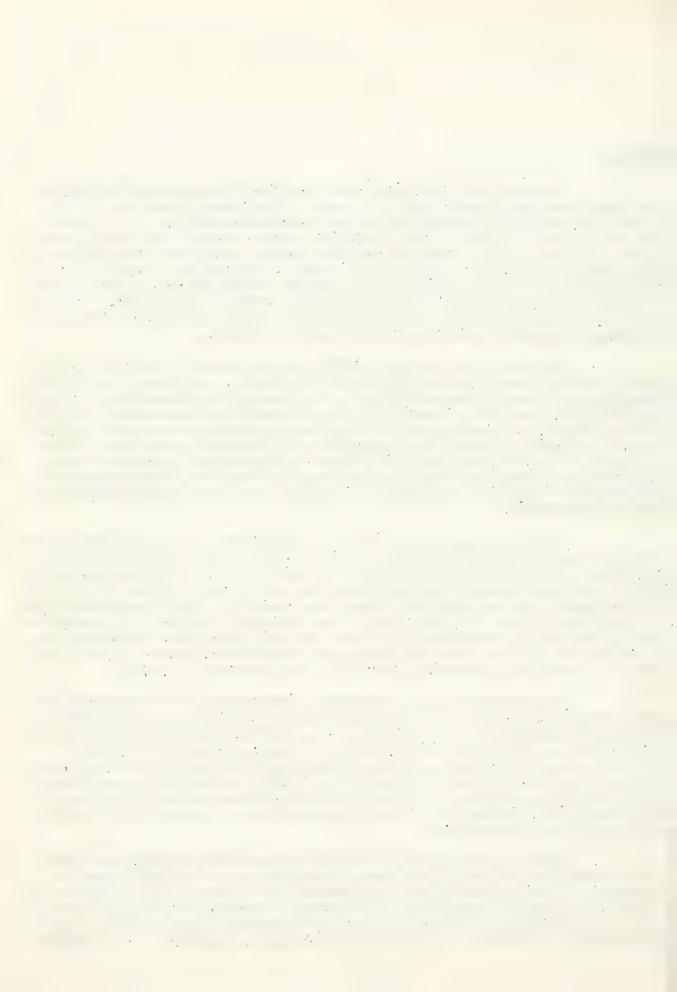
Although we are sure that much has been accomplished by cur hard working Mayor, this has been a difficult year for the Grand Jury to truly appraise his official activities. To follow the procedure of some of the previous Grand Juries and simply pass along reports of the various projects which have been brought to a successful conclusion, as well as those on which time presently is being devoted by the Mayor, would greatly minimize the task of preparing this presentation. However, this Jury decided early in the year that final reports would be based on our own observations and experiences, and we shall endeavor so to do here.

The year did not get off to a particularly auspicious start with respect to the office of the Mayor. Although our first mesting in February was entirely harmonious, the disturbing thought was left with us that certain of the selected jurors were reported to be intent on opening up the city and by other means were desirous of interfering with the good work of the Administration. The identity of the communicator of these telephone or personal warnings was not revealed then, nor at any later date, and subsequent activity of the Jury has made it evident that such rumors were entirely unfounded.

Following our first visit, we did not meet with the Mayor for approximately six months. This for the reason that his good efforts to win the Republican nomination for U. S. Senator necessitated his being away from San Francisco some part of the first half of the year, and we knew his time here would be fully occupied with the affairs of his office. The Mayor advised that he had appointed one of his able assistants to serve as his Grand Jury representative but we did not take advantage of this arrangement, as we felt that it would be preferable to limit our contacts to him.

In conducting his campaign outside the San Francisco Bay Area, the Mayor told us that he planned to utilize the time which he had accumulated for vacations, etc. After this credit had been exhausted he said that he intended to remove himself from the City's payroll for the remaining period of his campaign in outside areas. We believe this action to be highly commendable, and feel that it is one which should be followed, voluntarily or by law, by all municipal, state, or federal employees who campaign for other offices in our government.

Early in the year the Mayor stated that things are done differently in the political world than they are in the field of business. Our observations have caused us to have a full appreciation of the accuracy of this statement. However, in view of the successful business experience of the Mayor and our new Chief Administrative Officer, we are confident that, regardless of Charter

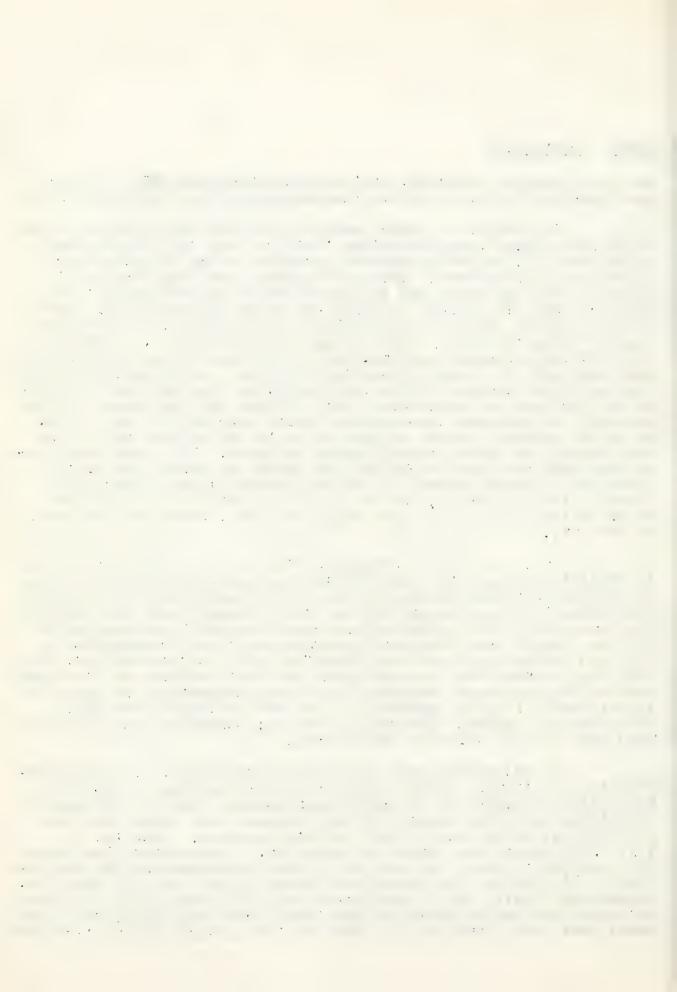


or Civil Service handicaps, policies and practices will be developed that will greatly improve the workings of our city government.

An example of sound business practice was given us by the Mayor last August when he advised that the last two budgets contained some \$3,000,000 which were intended to aid in catching up on deferred maintenance. This is a sizable sum, but far more is needed if our buildings and equipment are to be brought up to a standard that will result in truly efficient and economical operations. Because of what may have been considered political expediency by those previously heading our local government, maintenance was held to an unsound minimum, and we now find ourselves confronted with the need of a major rebuilding program. As the essential bond issues failed to carry at the last election, the funds necessary to do the work are not available. This failure was the result of the necessity of securing two-thirds majority approval of the veters. As it is generally known, a clear majority did approve all of the bond issues for those greatly needed projects. The Grand Jury recommends that the Mayor work with the Board of Supervisors in the interest of prompt removal of the two-thirds figure. We do not favor a simple majority, but we do believe that a figure of 60% would be thoroughly sound and would far better serve the interests of our city.

Some time ago we discussed with the Mayor the long delay in utilizing some of the funds that have been voted by the people. We believe that when voters approve a bond issue they do so under the impression that the project is one for which there is immediate need and which will be started and completed within a reasonable period. We are sure the voters assume that those responsible for the bond proposals intend the funds for specific undertakings, and that the amounts asked for represent the best estimate of the actual cost of the completed projects. With this assumption the Mayor is in agreement, for, in speaking of the various issues, he said, "They are all needed. They're imperative; otherwise there wouldn't have been a bond issue for these funds."

In discussing this subject with the Mayor, we were referring to many issues, but we will review only two here: the Firehouse issue of 1952 and the 1954 Sewer issue. The 1952 Firehouse
bond issue is a good example of what happens when there is a considerable delay in completing a building program. When the
\$4,750,000 bonds were voted six years ago, we understand the money
was intended to cover the cost of 19 new firehouses and the renovation of 23 others. According to a recent report, only 11 new firehouses were built, and 13 reconstructed. Six years after the issue
was voted the unsold bonds in this issue total only \$550,000, which
means that very little more of the original program can be completed.



In June, 1954, the people approved a \$12,645,000 Sewer bond issue, and three years later - June, 1957 - \$10,145,000 of the bonds were unsold. Recently there has been considerable more activity concerning our sewer program, but as of October 27, 1958, we still had \$3,045,000 of this issue unsold.

It is appreciated that bending limitations and other factors may adversely influence the completion of projects. However, we believe that the major fault is one which our city officials could overcome if the initial bottleneck is removed.

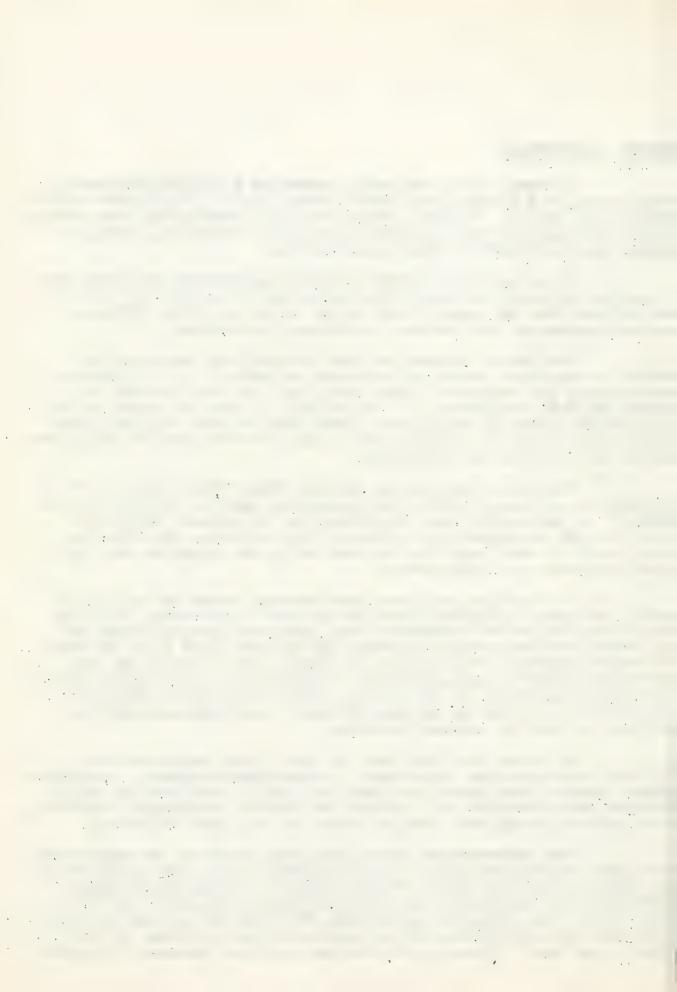
The Mayor informed us that the only way construction could be expedited would be to assign projects "... to private architects, get engineers, hire them, put them all to work and start building immediately." He pointed out that it would be illogical to double or triple the local staff in the City Hall, as this would result in having a lot of excess civil service employees after the projects are completed.

The Mayor informed us further that, "When people vote for a given sum of money that's all you spend, and you don't go beyond that." We agree with this viewpoint, but we believe the people have a right to expect completion of the projects, and that the funds will be used only for the work which was intended when the bond proposals were submitted.

It has been suggested that because bonds are not sold until the money is needed there is no cost to the city. This is true with respect to interest costs, but great savings could be effected by substantially speeding up the work that is to be done. If other activities and limited personnel make it apparent that projects cannot be handled within a reasonable period by the regular City Hall staff, we are of the opinion that efficiency and economy make it logical to take whatever steps are necessary to assign the work to private concerns.

No doubt the Mayor and our able Chief Administrative Officer recognize the importance of speeded-up programs, especially where sizable bond issues are involved, and we are sure the citizens of San Francisco will welcome the marked improvement resulting from efforts along this line by these two top city officials.

Our observations during the year prompt us to suggest to the Mayor that he recommend certain charter revisions to the Board of Supervisors. One such revision would be in the clause which provides that purchases over a certain minimum be made only on a bid basis. The Mayor has said that, "Our Charter and our law provide that we must do all of our purchasing and building by bid. That's our law." However, we observe a growing tendency to bypass



this very sound provision by establishing non-profit corporations which enable city officials to channel large contracts to specific firms. We feel that the people have greatest assurance of maximum returns on the funds they authorize when the customary bidding procedure is followed. From their standpoint, we believe it will be most unfortunate if any other plan of contract assigning is practiced.

The president of the Board of Supervisors has suggested a Charter provision which qualifies for the full support of the Mayor. We refer to the well-publicized "Conflict of Interest". clause. The "Right to Serve" is a privilege that many of our leading citizens would welcome, but only if the charter provision is such as to preclude the possibility of publicity similar to that recently appearing in the press. We believe the Mayor and the Board of Supervisors should see that the text is so clear and simple that the making of quick decisions by the responsible city officials will be possible. This will avoid a repetition of the case that dragged on in the papers for approximately three weeks before a favorable decision was rendered, and will encourage top quality men to participate more fully in the affairs of our city.

We sincerely regret that the Mayor has been so vocal concerning the Grand Jury during the last several months. To anyone familiar with the actual situation, his loud and harsh singing has been decidedly off key, and, therefore, might have been considered offensive had it been listened to seriously by those to whom his songs were dedicated.

The last few months have proven a delightful field day for the press, but the continued and unjustifiable "Blasts" - as one paper has frequently headlined the Mayor's outbursts - ill become a man who holds the chief executive office of our great city.

In defense of the Mayor we want this record to show that some of his irritation was the result of early incidents which did not originate with him, and which were entirely unjustified. It is said that "To speak ill of others is a dishonest way of praising one's self." This saying is not entirely appropriate with respect to the Mayor, for his honesty and integrity have never been questioned. We feel, however, that by speaking ill, through the use of erroneous innuendos and a continuous flow of derogatory remarks, the Mayor could have lessened the value and importance of the work and decisions of this 19-man -- not one-man -- Grand Jury, had the people of San Francisco accepted such remarks as factual.

We believe it would be well for our Chief Executive Officer to recognize, a little more fully, that, although his election



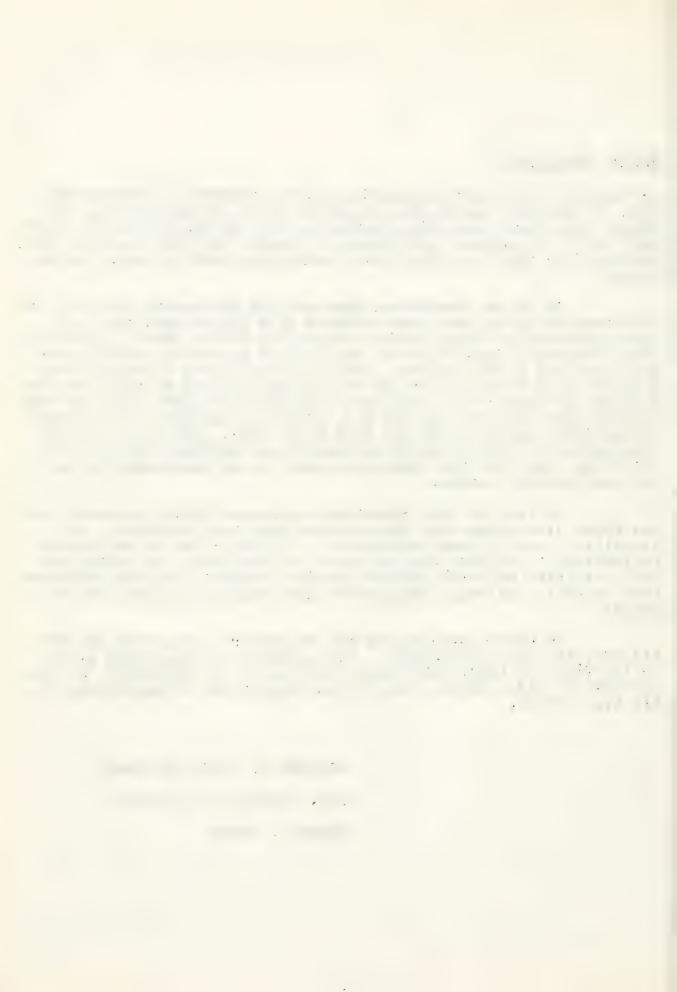
as Mayor of San Francisco carries great authority and responsibility, it does not include the unlimited power of omnipotence. He
should more fully recognize that there will be times when his views
will not be in harmony with those of others, but this does not mean
necessarily, that the others are always wrong and he always infallible.

It is our conviction that many of the remarks credited to the Mayor would not have been uttered if a little more time had been permitted to elapse before commenting to the press. Had this sound procedure been followed, many of his statements would never have appeared in the papers. Surely he would have refrained from going outside of his own field of responsibilities to criticize the work of our highly respected Presiding Superior Court Judge and our capable District Attorney and his efficient assistant, whose duties included the selection of the 1958 Grand Jury. Nor would he have been quoted as the source of the many false implications regarding the Grand Jury that have been published in our newspapers during the last several months.

In view of this situation, we respectfully recommend that the Mayor discontinue his frequent meetings with reporters, and establish a weekly press conference. This will enable additional reflection on matters which he wishes to publicize, and with less impulsive fire and with greater calmness reflected in his responses. more accurate and truly informative data will be submitted to the people.

We have a high regard for the Mayor's sincerity and for his many fine accomplishments. With greater consideration given to the views of those with whom he may not be in agreement, we feel that he can add a little more to the dignity and effectiveness of his high office.

> MILLARD S. BURY, Chairman MRS. MARGARET A. KLAUSER HENRY L. GIBBS



CONTROLLER

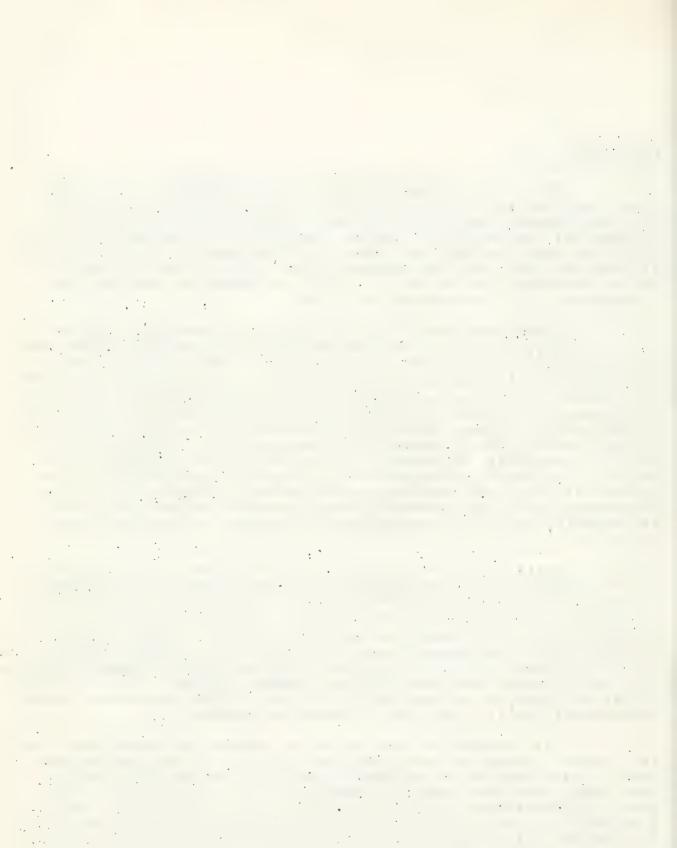
It is the responsibility of the Controller to see that money tudgeted or otherwise appropriated is spent in accordance with the plan approved by the Mayor, the Board of Supervisors and the departments requesting the funds. The Controller is also responsible for managing the City's debt by arranging for the redemption of maturing bonds and the payment of interest on outstanding bonds and by arranging for the sale of bonds as needed to meet the requirements of the authorized projects.

During the period July 1, 1957 to October 31, 1958 the City sold \$79,550,000 of bonds to bring the outstanding bonded debt to \$246,825,000 at the end of October. The City is now within \$42,000,000 of its maximum bonded debt limit and the Controller may in the next few years be faced with financing problems in this connection. Bonds authorized by the voters but not sold or issued as of the end of October, 1958 amount to \$68,875,000, but these could not, of course, all be issued at once, since the bonding limit would be exceeded. In actual practice the margin for future bond sales is increased by the amount of bonds redeemed, and this, together with the fact that the controller sells bonds only as the funds are needed, will probably avoid pressure on the debt limit in the near future, unless substantial amounts of new bond issues are voted.

During the period July 1, 1957 to October 31, 1958 the City issued the remaining \$5,350,000 of bonds which had been authorized by the voters in 1947 and 1948. Therefore, as of the end of October no bonds authorized earlier than 1952 remain unsold. In connection with recent bond sales it is observed that \$1,420,000 of 1947 Street Improvement bonds and \$1,500,000 of 1944, 1948 and 1954 Sewer bonds were sold to provide access roads and sewers for the San Francisco Municipal Stadium (Giants Stadium). These amounts are in addition to the sale of \$5,000,000 of 1954 Recreation Center bonds specifically voted for a recreation center.

With respect to the use of the street and sewer bonds for the purpose indicated above, the Controller has furnished to the Grand Jury a copy of an opinion by the City Attorney indicating that money voted for streets, roads and sewer improvements can be used for improvements on property under the jurisdiction of the Recreation and Park Commission. The Controller therefore acted on the advice of the City Attorney in permitting the bond proceeds to be so used. However, the question has been raised whether the use made of the funds is consistent with the announced original purpose of the bond issues, irrespective of the legal course followed.

Preliminary figures supplied by the Controller indicate that revenues during the fiscal year ended June 30, 1958 amounted



CONTROLLER (continued); TREASURER

to \$178,735,000, exclusive of public service enterprises such as the Water Department, Hetch Hetchy, Airport and Municipal Railway. Of this total, property taxes and penalties accounted for the sum of \$99,075,000, or 55.4 percent, the remaining \$79,660,000 coming from the retail purchase and use tax, from our share of state taxes, and from state and federal aid programs, as well as many miscellaneous sources, such as court fines, licenses, interest on bank deposits, etc. Total expenditures for the year ended June 30, 1958 totaled \$174,861,000.

The office of Controller is one of the most important positions in the City government, and Mr. Harry Ross, the Controller, is one of the most trusted and respected officials in San Francisco. We found Mr. Ross to be helpful and cooperative at all times in answering questions and furnishing information to your Committee.

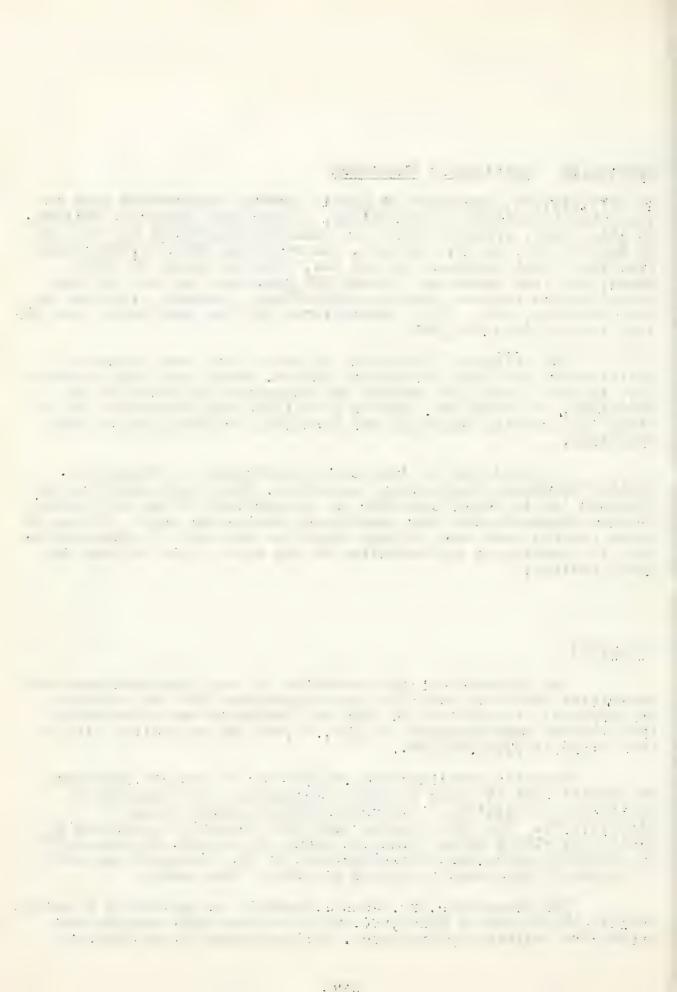
We would like to take this opportunity to commend Mr. Martin Steinbeck, Supervising Accountant, for a conscientious and thorough job in connection with the preparation of the many audit reports prepared under his supervision during the year. Copies of these reports were sent to your Committee and were of considerable help in reaching an understanding of the work of the offices and funds audited.

TREASURER

The Treasurer is the custodian of cash, bank accounts and securities which are held for many departments and for a variety of purposes. As of June 30, 1958 the Treasurer was accountable for cash and bank deposits of \$144,741,000 and securities with a face value of \$398,482,000.

Deposits totaling \$142,944,000 as of June 30, 1958 were on deposit with 14 banks in San Francisco and were secured by collateral consisting of securities with a market value of \$188,331,000. The law requires that bank deposits be secured by collateral with a market value at least 10 percent. in excess of the balances held, and collateral held by the Treasurer was well in excess of the amount required at each of the banks.

The Treasurer, Mr. John J. Goodwin, is covered by a surety bond in the amount of \$200,000, while certain staff members are bonded for faithful performance. All employees of the City are



TREASURER (continued) PURCHASER

covered under a blanket surety bond in the amount of \$50,000. The annual audit report of the Treasurer's accounts, prepared by the office of the Controller, has for several years recommended that the surety bond be amended to include three positions in the Treasurer's office which are not now covered. It is believed that the Controller has good reason to make this suggestion, and your Committee recommends that the matter be considered by those in a position to make a decision.

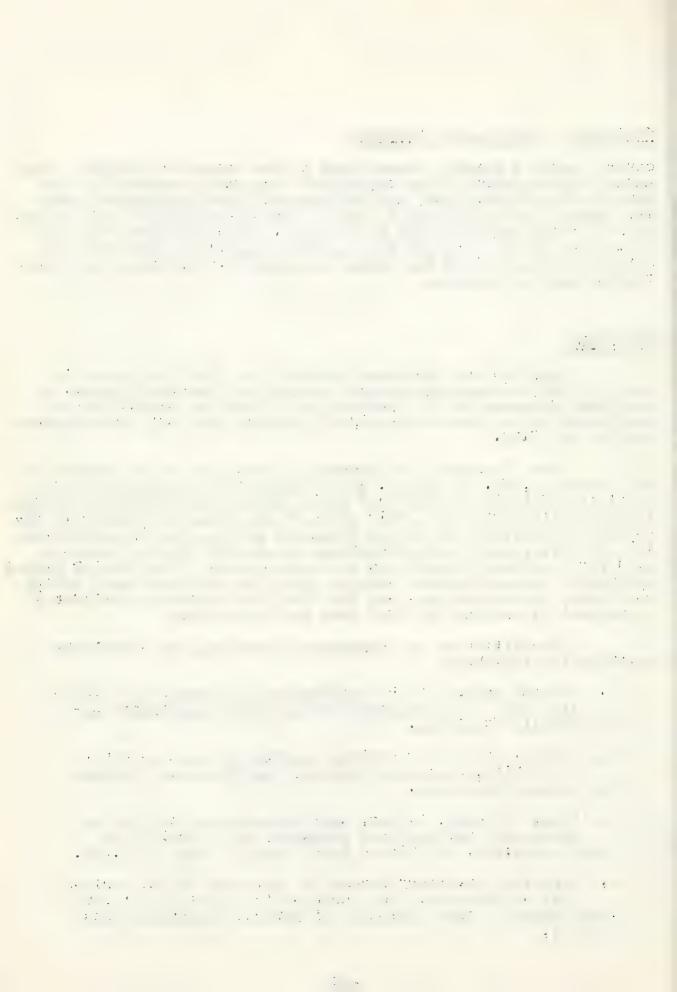
PURCHASER

Supplies and services purchased for the City amount to over \$15,000,000 annually on more than 45,000 purchase orders, so that the Purchaser is in a position to direct the expenditure of more money for a greater variety of products than any other department of the City.

Your Committee was favorably impressed by the efforts of the Purchaser, Mr. Ben Kline, to use competitive bidding wherever possible and to foster the idea that, given a bona fide free market, "a competitive price is a fair price." Mr. Kline is vigorously opposed to proprietary buying as a general policy, but is not inflexible in this regard where variations in quality exist or where a need for a certain product can be demonstrated. (The charter places safeguards around contract awards, since the Purchaser must notify the Mayor, the Controller, and the Chief Administrative Officer if a contract is awarded to other than the low bidder.)

In addition to the purchasing function, the department operates the following:

- Central shops for the maintenance and repair of automotive and other equipment for all city departments except Public Utilities.
- 2. Central stores for various departments such as Park-Recreation, Municipal Railway, San Francisco Hospital and Laguna Honda Home.
- 3. Sales of metal, timber, used automobiles (in lieu of trade-ins) agricultural products, and a variety of other materials, all with a total value of over \$200,000.
- 4. Perpetual inventory record of equipment in the various City departments. The Purchaser's Annual Report for 1957 indicated that equipment of several departments was checked.



PURCHASER (continued); RETIREMENT SYSTEM

5. The Tabulating and Reproduction Bureau, which performs services for various City departments. The work of the Bureau includes machine tabulating of traffic citations, printing block book maps, etc.

RETIREMENT SYSTEM

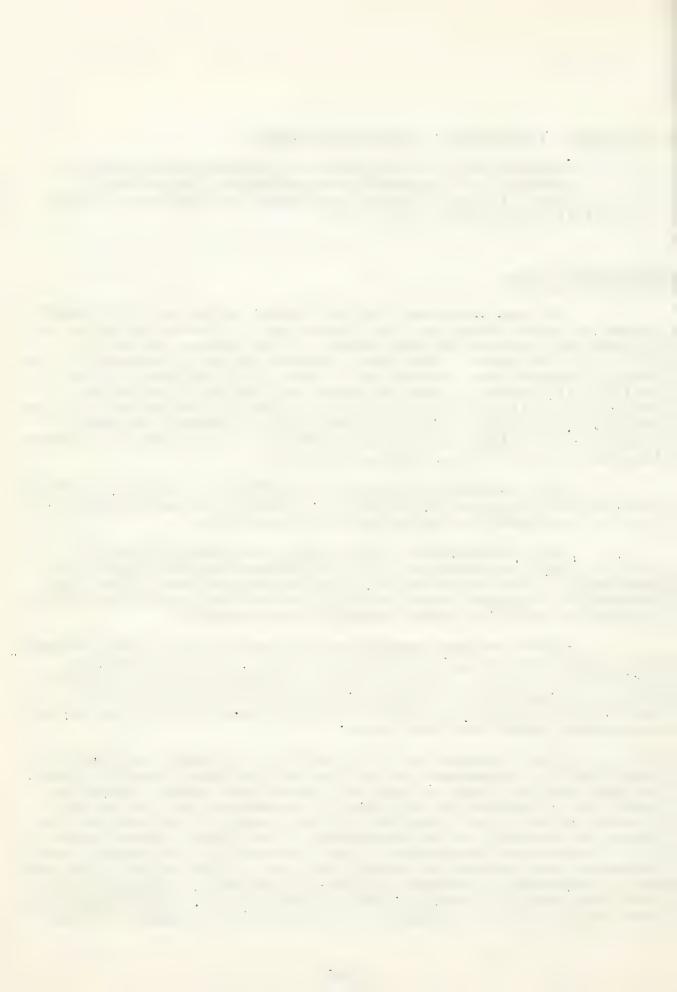
The San Francisco City and County Employees' Retirement System is administered by a Retirement Board of seven members, including three elected by the members of the System and two appointed by the Mayor. They are: Francis McCarty, President of the Board of Supervisors, Norman Wolff, Asst. City Attorney, James Hamill (life insurance company member appointed by the Mayor), Philip Dalton (bank officer member appointed by the Mayor), and the three elected members, William Reed, William Murphy, and Martin Wormuth. The actual day-to-day operations of the System are under the direction of John L. Mootz, Secretary.

The services of a consulting actuary are used, and actuarial audits are made periodically. An annual accounting audit is made by independent certified public accountants.

Bond investments of the System were \$210,148,500 on June 30, 1958, an increase of \$16,758,000 during the fiscal year then ended. Your Committee was supplied with copies of the City Controller's monthly report showing interest accountability, total investments held, and bonds purchased and matured.

The above investments and the other assets of the Retirement System were held, as of June 30, 1958, for the benefit of 19,648 active members and 5,077 retired members or their beneficiaries. During June, 1958 the 5,077 retired employees or their beneficiaries were paid a total of \$900,085, or at the rate of approximately \$10,800,000 per year.

Your Committee was interested and somewhat surprised to learn that the Retirement System does not publish an annual report for the benefit of its members and others interested. While the audit report prepared by the outside accountants and the reports prepared by the City Controller provide essential information for those responsible for the management of the System, there seems to be no information distributed to the membership on an annual basis regarding such matters of general interest as the number of retirements, actuarial experience, financial condition, earnings on investments, rate of earnings, and similar matters. It is suggested that consideration be given to the publication of such an annual



RETIREMENT SYSTEM (continued) FINANCE AND RECORDS

report along the lines of similar reports prepared by retirement plans of large industrial corporations.

During 1958 the office of the Retirement System moved to new and larger quarters at 93 Grove Street, in the Civic Auditorium. The need for additional space has been recognized by Grand Jury committees for several years.

FINANCE AND RECORDS

The Department of Finance and Records is an administrative office headed by the Director with a staff of one employee. It includes the supervision of the following five separate offices or bureaus:

Tax Collector County Gerk Recorder-Registrar Public Administrator Records Center

The functions of the Director of Finance and Records have, since 1955 and until this year, been exercised by the Chiof Administrative Officer. With the appointment in August 1958 of Mr. Virgil L. Elliot as Director of Finance and Records, the pre-1955 setup was resumed, so that each of the five bureaus now reports to the Director of Finance and Records, who in turn reports to the Chief Administrative Officer.

A further expansion of administrative positions may take place with the retirement of Mr. Thomas A. Toomey, Recorder-Registrar, as consideration is being given to appointment of a Recorder and a Registrar, rather than continuing the two positions under a single head as has been the case for many years. If this is done by promoting men within the respective bureaus, as is contemplated, a saving could take place provided the individuals promoted did not have to be replaced. If additional appointments are made to replace the two men promoted, then total salary expense will, of course, be increased.

Comments regarding the activities of the bureaus under the supervision of the Director of Finance and Records, other than the Records Center mentioned below, will be found in the reports of the respective Grand Jury committee to which those activities are assigned.



FINANCE AND RECORDS (continued)

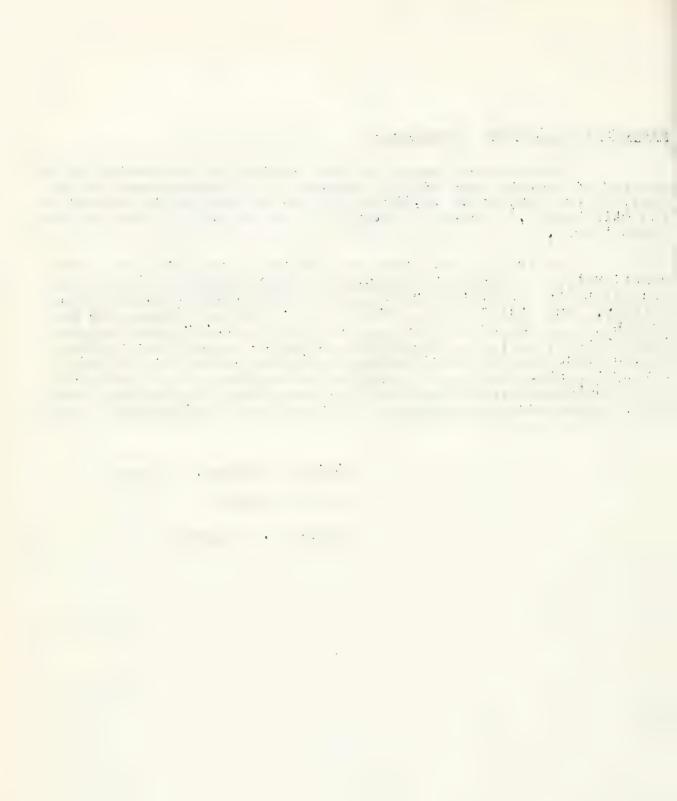
The Records Center is charged with the responsibility of storing or microfilming the old records of all departments of the City. At present, about 20,000 cubic feet of records are stored at 150 Otis Street. Records on microfilm are stored in a cave in Twin Peaks tunnel.

It is suggested that in appointing committees for 1959, consideration be given to assigning the Department of Finance and Records to the committee which also has the Chief Administrative Officer. The fact that the office of Director of Finance and Records has been vacant for three years until recently would suggest that at one time it was considered advisable to have the various bureau heads report direct to the Chief Administrative Officer. By having the same Grand Jury committee review the work of both the Chief Administrative Officer and the Director of Finance and Records, a more accurate appraisal of the latter position can be made.

HOWARD H. LOWRY, Chairman

LEO J. MURPHY

CONRAD J. GRIEDER



ASSESSOR

Inspection of the operation of the Assessor's Office confirms the findings of prior Grand Juries with regard to the efficiency of the technical staff, and the courtesy with which the public is treated.

The efficiency of the technical staff is seriously endangered by the loss of expertly trained personnel to other city departments. This is due to an inequitable salary situation which places a \$115.00 per month maximum differential between a Real-Property Appraiser and a Right of Way Agent. The latter is by promotional examination. Both positions require similar qualifications. The existence of this curious salary differential has caused nine Real Estate Appraisers to take promotional examinations and leave the Assessor's Office for the office of Director of Property over the past two years.

The Civil Service Commission should give this situation its prompt and careful attention, looking to corrective action.

Mailing Returns

Assessor Wolden has done everything in his power to make personal filings convenient for the public. However, in our opinion, it would be a real public service if, as is the case with the filing of Federal and State tax returns, personal property declarations could be handled by mail.

"Blight" Areas

This Committee believes that a very serious problem is presented both to the Assessor and to property owners generally by the loose designation of areas as "blighted". An area once declared blighted for any purpose means that property titles are clouded, values plunge, tenants seek other space away from the blighted area, and the designation of blight discourages maintenance and improvement of property to such a degree that the blight becomes an observable physical fact.

We urgently recommend that the Grand Jury as a whole take every step available to it to insure that the designation of blight-for whatever purpose-should be followed up promptly by the action contemplated when the blight label was placed upon the properties in question.

It makes no sense, as hes happened in the Western Addition and South of Market areas, to designate a given number of blocks as blighted, to let them remain in that category for an indefinite period of time, and then to shrink or to expand the area designated "blighted."

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ASSESSOR (Continued)

The designation should not be used unless or until the governmental agency responsible for the designation is prepared to proceed forthwith with the acquisition of land and its conversion to the purpose for which the area was declared blighted. This procedure would be fair to the property owners concerned and would help to stabilize the assessed valuations of the areas in question.

Our Shrinking Tax Base

This Committee conferred with Assessor Wolden at some length on the very serious impact of land removed from the rolls by governmental agencies for Freeway and Redevelopment purposes.

The loss of buildings due to demolition for Freeway purposes plus the loss of land due to Federal, State and City acquisition of privately owned properties totaled \$1,093,563.00. It was impressed on our Committee that all removals of properties are a permanent loss to the tax rolls and the monetary losses must be spread among the remaining property owners.

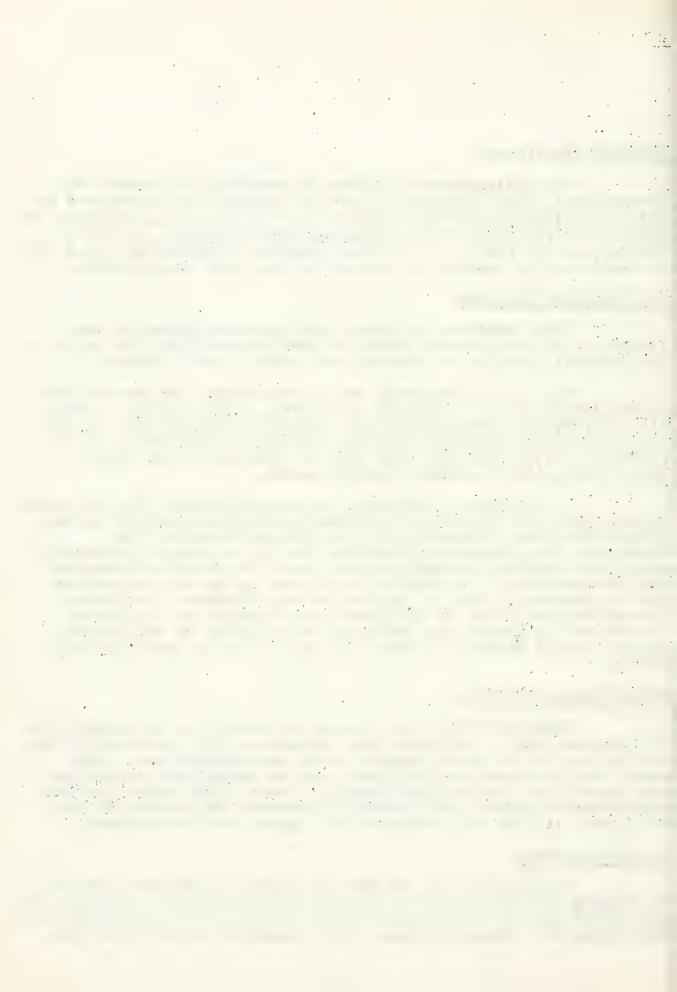
With regard to Freeways, it must be pointed out that land removed from the tax rolls for Freeway construction cannot be replaced within the boundaries of the City and County of San Francisco. The direct and immediate loss of assessable properties means that remaining properties must bear both their own share of the tax burden and, in addition, must make up for the properties lost to Freeways. Thus it appears to this Committee that a very careful re-evaluation of the traffic-ways portion of the Master Plan should be undertaken, and such re-evaluation of the Freeway program should analyze in detail the tax impact on local property owners.

Redevelopment Projects

These projects, teo, plunge the properties in question to the blighted level, and there such properties will remain until the obligations of the Redevelopment Agency are extinguished. This means that San Francisco taxpayers will be subsidizing redevelopment operations for possibly twenty or twenty-five years since the redevelopment project will yield no increased tax revenue to the City until all the obligations of the Agency are extinguished.

Contiguous Areas

Confronted as he is with the loss of assessable land due to Freeway and Redevelopment projects, Assessor Wolden has suggested that San Francisco should take whatever action is necessary for the annexation of contiguous areas. This Committee concurs with his



ASSESSOR (Continued); TAX COLLECTOR; SALES TAX

suggestion that legislation should be sought which would permit any contiguous area wishing to do so, to become annexed to San Francisco without referring its wish for annexation to the permissive vote of the entire County in which such an area may be situated.

This is perhaps the last means available to expand San Francisco's tax base and to replace taxable properties either permanently lost for Freeways, or temporarily removed from the Assessment Roll for redevelopment purposes.

Title Holders

In view of the extensive redevelopment projects planned in San Francisco, this Committee believes it to be in the public interest that title holders should be of record and not permitted to avail themselves of the cover of a Title Insurance Company for purposes of concealing their interest in such property. We feel that the Assessor's records should reflect the actual ownership of every parcel of property in the City and County of San Francisco. Mr. Wolden assured us that this may be done in strictest confidence in the Assessor's Office if the true owner feels that public notice of ownership or intent of ownership will cause hardship.

We recommend Assessor Wolden not alone for the technical proficiency and unfailing courtesy of his personnel, but also upon the forward-looking analyses and studies he inaugurated to translate various civic programs into dollars and cents tax cost.

TAX COLLECTOR, SALES TAX

The Tax Collector and his staff through the fiscal year ending June 30, 1958 collected \$104,415,000.30 which is an increase over the past five years of \$35,000,000.

Total cost to San Francisco for collection during the fiscal year amounted to one-half of 1% of the amount collected, which is the lowest it has been in years.

1958 was the first year that the State of California has taken over the collection of the City's 1% sales tax and as is true in any drastic change there has been a great deal of confusion. The main problem was the double taxation of Bay Area residents. The State Sales Tax Department has charged a great number of East Bay residents a 1% use tax on top of the sales tax charged by San

TAX COLLECTOR, SALES TAX (Continued)

Francisco, which has not only caused the ire of commuting buyers but has also caused great concern on the part of the majority of retail merchants. Many merchants have refunded the added 1% in order to keep the good will of the purchasers. There have been a great number of claims for refunds from the City for this 1% sales tax for which an audit in each case must be made. It is hoped that by next year the problem of refunds will be non-existent and the Tax Collector's Department will have more time to handle the increasing business brought on by the rise in fees of the parking meters.

While the work load of the department has increased and the amount collected in taxes has risen over 40% in the past five years, the number of permanent employees and the appropriation for temporary help has decreased. Because of the many efficient methods installed by Mr. James W. Reinfeld, Tax Collector for the City and County of San Francisco, the department has not only completed the largest tax return in San Francisco, but has also achieved the lowest percentage of delinquent revenue in the department's history.

The Committee wishes to compliment the Tax Collector and his staff for a job well done.

LEO J. MURPHY, Chairman WILLIAM J. RAFFETTO, JR. JOHN H. CASENAVE



DEPARTMENT OF ELECTRICITY

This Committee has met with Donald Townsend, Chief of the Department of Electricity, several times during the year and has completely reviewed the entire plant facility of the Department. As a result, we fully concur in the recommendations of previous Grand Jury Committees since 1953 that new and expanded facilities must be provided at the earliest possible date. This Department has grown considerably in the past ten years and is continuing to grow in responsibilities due to the greatly expanded traffic signal system, radio communications for various public safety and other City Departments, parking meter maintenance and operation, which will be further expanded due to recent off-street parking regulations, as well as the normal expansion of the Police and Fire Communications due to the rapid growth and redevelopment of the City.

At the present time, the operations of the Department of Electricity must be carried on at four different and widely separated, inadequate locations. The basic plant facility is located at 264 Golden Gate Avenue and was constructed in 1914 when the operations of the Department were small as compared to present day requirements. This facility has been condemned for several years past as being structurally unsafe and considered a potential fire hazard by both City and State agencies. The Department of Public Works previously estimated that it would cost upwards of \$155,000 to make the basic building safe for continued occupancy. be a waste of public funds since it would not provide immediate expansion for the Department, nor could it increase the efficiency of the Department due to the still crowded conditions that would Therefore, this expenditure has been postponed in favor of the proposed new facility. \$24,000 has been previously appropriated for planning and specifications and City-owned land has been earmarked for this purpose at Jerrold and Quint Avenues in San Francisco; therefore, construction could proceed without delay when funds are made available.

The Department is also using space in an abandoned fire house at 315 Duncan Street and renting space at 1745 California Street and at 276 Golden Gate Avenue. In addition, it is using the basement of the Central Fire Alarm Station to the fullest extent.

The Department of Electricity has consistently requested funds for a new plant facility in accordance with Grand Jury Committee recommendations since 1953 for the purpose of consolidating in order to provide the needed expansion with resultant economies. This item has been deleted in the annual budget hearings each year. The Department of Electricity finally submitted the problem to the voters on November 4, 1958, as Proposition E - Maintenance Yard for the Department of Electricity - in the amount of \$1,500,000. The proposition received a majority vote, but required two-third majority for passage. In the opinion of this Committee, the voters



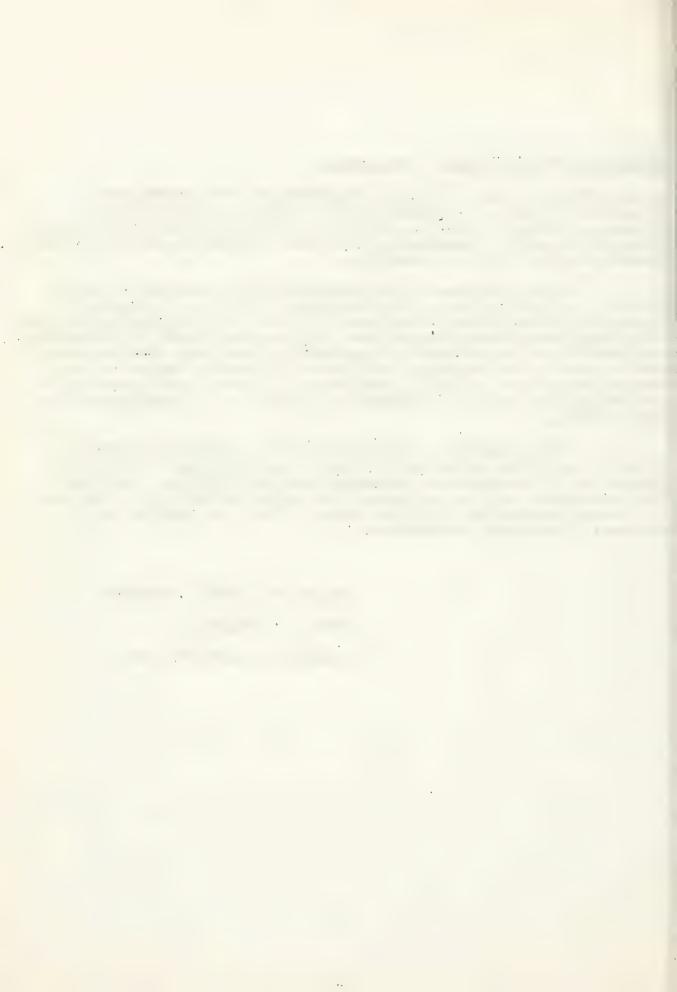
DEPARTMENT OF ELECTRICITY (Continued)

of San Francisco were not fully cognizant of the importance of Proposition E and we recommend that it be re-submitted to the citizens. This facility is urgently necessary to the efficiency of this public safety department, which must contribute so much to the preservation of life and property.

We are informed by Mr. Townsend that funds which would provide a major portion of the new plant facility will again be requested in the 1959-60 Department of Public Works budget estimate. This Committee strongly urges that the incoming Grand Jury Committee, assigned to the Department of Electricity, meet with the Department head to review the existing facilities immediately prior to the budget period with a view to rendering all assistance possible in projecting the urgency of favorable approval of the new appropriation request.

This Committee also believes that additional personnel should be provided at an early date if the Department is to keep abreast of its continuously growing responsibilities. We found that management and the employees are highly dedicated to the public safety responsibilities and doing a fine job despite the extremely inadequate conditions.

ROLLAND W. YOUNG, Chairman JOHN H. CASENAVE WILLIAM J. RAFFETTO, JR.



POLICE DEPARTMENT

The San Francisco Police Department is constantly extending every effort to give the people of San Francisco good, active, alert and honest law enforcement. The Mayor's three well qualified commissioners and the able direction of the Chief of Police and his staff are enforcing the closed-town policy, which is almost impossible in a major seaport city in a metropolitan area. San Francisco is one of the few large cities with a three-man police commission, and its police department ranks among the best in the country.

The selection, several years ago, of two young, alert, vigorous police officers with wonderful records and ability to lead provided this City with Chief Francis Joseph Ahern (now deceased) and Deputy Chief Thomas Cahill, present Chief. These officers have given the San Francisco police a vigorous disciplinary policy and a general reorganization, resulting in an aggressive and modern police department. Chief Francis Ahern's death on September 1, 1958 has left a void in the Department ranks, and his untimely death could be attributed to his long hours of police work and tireless efforts to give San Francisco the best law-enforcing unit in the country. As a commendation to his efforts, it is herewith recommended that a portion of the new Hall of Justice be named in his honor.

Cooperation: We have observed that close cooperation exists with the District Attorney's office, Courts and the Sheriff's department. The plan of close cooperation by the police, sheriff and health departments in conjunction with medico-psychiatric treatment to habitual drunks is meeting with fair success, and this committee feels that sending the derelicts of the streets to the prison farm for treatment will help to rehabilitate many of the skid row citizens and will help to stop pilfering, car "boosting" and keep our streets clear of drunks and beggars. This is a great improvement over the old policy of "release when sober."

Semi-annual Physical Check-up: The deaths of Chief Francis Ahern,
Ralph Olstad, Officer John Kane and
others shows that there is need for a regular check-up of police
personnel through their medical or health service system: officers
to sergeants at least annually, and lieutenants, captains and superiors at least semi-annually. This Committee feels that these experienced top personnel are hard to replace, and the Committee asks
the Commission to give this suggestion serious consideration.

Promotional Examinations: This Committee has given consideration to oral examinations, but we fear that favoritism could result. We believe that examinations for advancement should be held more often, which will keep the men more alert as to the subjects covered. We have also given consideration to the thought that more credit should be given for arrests and merit



performance of officers rather than for mere seniority; but from closer observation we find that many officers do a good job in positions where high arrest records cannot be achieved.

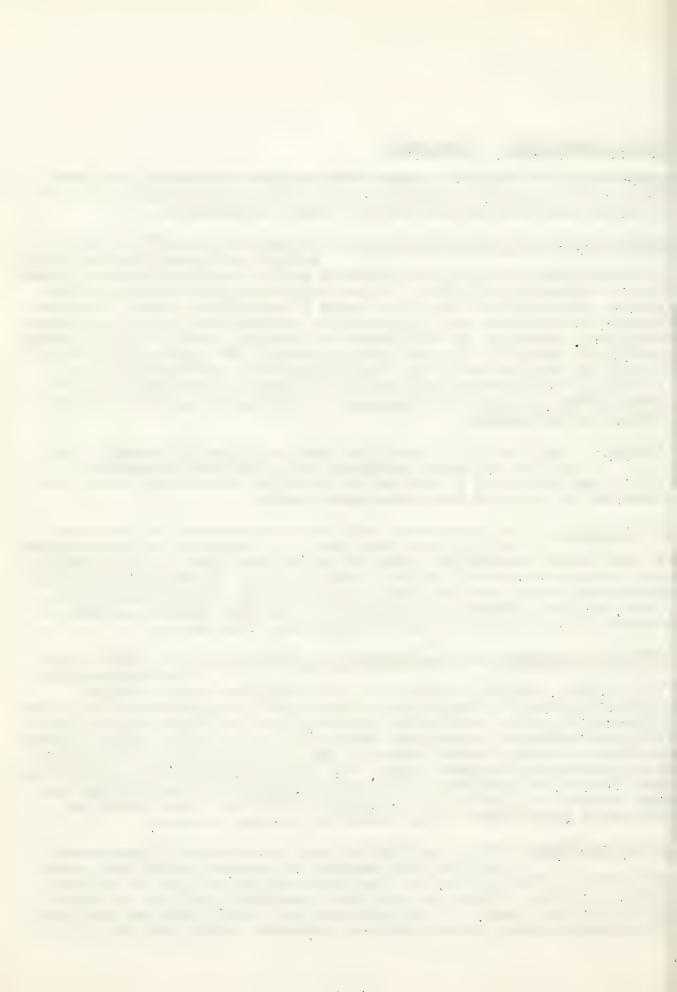
Merit System for Off-duty Arrests: It has been brought to our attention that many regular police officers are receiving commendations to the department heads through their commanding officers. We are suggesting publication to the entire department of the merit cases to encourage greater interest toward alert police work and arrests, particularly by officers when off duty. Possibly an "Officer of the Month" award, with attendant publicity, would be a great encouragement. The unusual good arrest record of Kenneth Murphy has been brought to our attention, and it is this Committee"s recommendation he receive special training for advancement. Young men with unusual aptitude for good police work should be encouraged.

Morale: This Committee observes, because of the fairness and impartial treatment combined with vigorous disciplinary policy and placement of key men in positions they could best fill, resulted in improved high department morale.

Smith Report: In December of 1957 the Smith Report, at a cost of \$10,000, was completed. It recommended many changes to the Police Department. Many of these have been put into effect, some with alterations that the Commission and department heads felt could best serve our City and County with its many complex problems, due consideration being given to the fact that a new Hall of Justice was to be built and completed in a few years.

Outlying Stations and Re-alignment of Districts: The city is now built almost to the maximum, and the addition of large built-up areas such as Stonestown and the Metropolitan Project will require study as to realignment or consolidation of stations, such as consolidating Taraval and Ingleside, both large districts, and possibly moving Potrero station to a more central location in that district. This last is a consideration for the future. The Ingleside station is hidden in the trees of Balboa Park. The modern trend is to put an outstanding station on a street so it is well observed. The public and criminals should know it is there for obvious reasons.

Radio Car Unit: It is recommended more patrol cars be purchased and put into service in outlying districts, with shot guns in plain view, for the psychological effect to the hardened criminal. The guns have been purchased, and are in storage at the pistol range. All we now need are patrol cars and manpower. The serious crime rise in outlying districts could thus be best



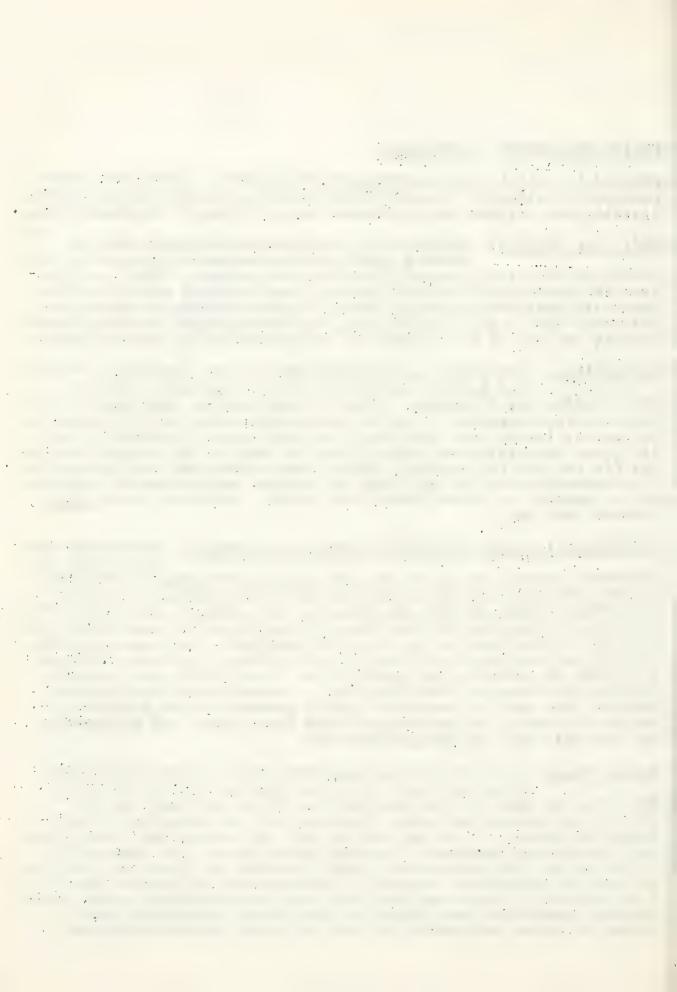
checked by a fast, hard-hitting motorized unit. This unit, as a permanent assignment to each outlying station could best serve the district and obviate the continuous use of "Plan S" in these areas.

Radio Car Reports: Officers in patrol cars should not have to leave a patrol area after an investigation and return to the station simply to write out reports. This immobilizes the patrol car for that period. Such reports should be dictated via automobile-battery operated tape recorder or dictaphone while the car is still patrolling, and the dictated material delivered at the end of a duty tour to be transcribed by stenographers.

Automobiles: The police automobiles and records pertaining thereto are kept at the Hall of Justice garage. Officer Frank Gaddini is in charge. Some of these patrol cars have 140,000 miles to their credit. With the reasonable price the city pays for new autos, taking into consideration high costs of repairs today, it is our suggestion stronger effort be made to the Budget Committee for new car replacements rather than excess and costly repairs. The long-time delay to get bids for repairs and return of completed car to service is approximately one month. Business could never operate this way.

"AIB" Traffic Unit; Accident Investigation Bureau: Lieutenant Edward Moody was in charge during our visit, and his system of keeping performance records and his able leadership and rigid discipline have shown wonderful results in this department. The officers under radio direction are assigned two per car, and must be meticulous about good reports (observation at the scene of accident), as these men must also attend many hours in court to prove their findings. This is important in order to get convictions. Many civil cases are also decided according to their reports. A second visit was recently made to this unit. Lieutenant Leslie Brennan is now in charge, and is following his predecessor with fine policy and leadership. We feel this unit is doing a good job.

Men in Blue: It is well recognized that the beat man in uniform, with his badge of authority, meeting the public, is the eyes and ears of this department. These patrolmen on the streets, observing and being observed, have a tremendous effect in deterring crime. It is deplorable that our police department does not have enough manpower to augment this force. Our charter restriction of 1900 and again of 1932 limiting the force to one officer per 500 population should be reconsidered for a minor change. Approximately 20 more men for this work (representing 10,000 inhabitants) would be a great asset to the police department, and a source of great reassurance to our citizens. Must we continue



"robbing Peter to pay Paul" and spread the forces too thin? Another appropriate solution this Committee can recommend is to grant the repeated request for funds to hire civilian clerks and thus release police officers now doing clerical work to patrol duty. The 40-hour work week, 3-week vacations, the increase of the motoring public, increased traffic, the special enforcing units, have all been added; let's face it. "Times have changed."

Police Guards: Another solution to manpower shortage. Our findings of officers assigned from stations to school crossings morning, noon and evening is a loss to the department of approximately 4 to 5 hours daily per man. This, multiplied by the many schools, totals to many man-hours lost to the department. Police guards in uniform, such as retired policemen, women from PTA groups, could do this work at a considerable saving. This has met with success in other localities, and we think it is a way to get around the limited manpower charter restriction as set up. We also suggest auxiliary police officers be used to greater advantage on Sundays for patrol duty at church crossings.

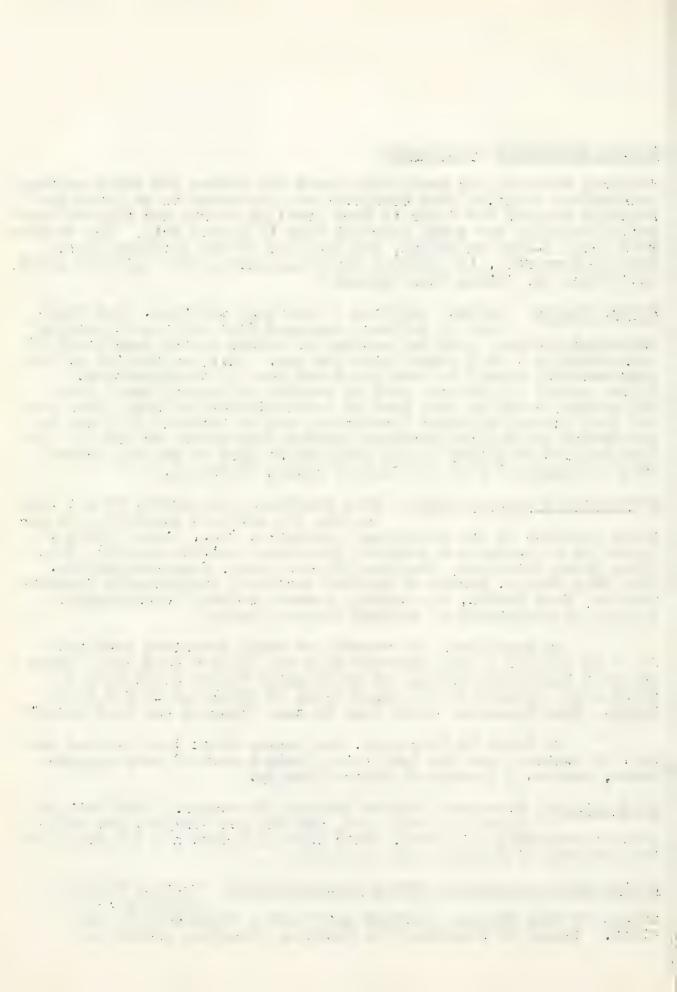
Headquarters Special Units: This Committee, as laymen, do not feel we have the advanced experience to express opinions on the following: Narcotics Dept. (this branch is receiving coverage by a separate narcotic committee report), Homicide, Crime Detection, Gambling, Morals Squad, Detective Bureau, Pawn Shop Detail, Bureau of Special Services, Statistical, Communications, Taxi Patrol, Accounting, Warrant Bureau, Intelligence, Permit and Registration, Missing Persons Bureau.

In going over the records of these divisions with the Chief of Police, we are informed they are going a good job. There are many life-dedicated men in these units and we would like to point out: WE HAVE NO ORGANIZED GANGS OF CRIMINALS IN SAN FRANCISCO. This Committee would like to say, "Keep up the good work!"

On March 24 this year, the entire Grand Jury visited the Hall of Justice, saw its facilities, made a tour of many departments, and had a preview of Police Show Up.

City Prison: Lieutenant Walter Thompson in charge. This unit is clean and well kept, and the men assigned are efficient in handling prisoners. This unit will have new facilities in the new Hall of Justice when completed.

Police Juvenile Bureau, 2475 Greenwich Street: Captain William Hanrahan is in charge of this Bureau. Factual information obtained from this visit. Manual of Procedure for Handling Juveniles should be



distributed to all stations so the officers and men can familiarize themselves with it. This is a wonderful encyclopedia on juveniles and their records. This group has good cooperation with schools, courts, parks and recreation departments. With regard to Juvenile Delinquency and sponsored Youth Juvenile Clubs, the sponsors should be made responsible for the members' conduct. It is suggested they contact this Bureau for advice and suggestions before organizing clubs. Because of the volume of very well kept records on juveniles, this department could use four civilian clerks; this would get more Bureau men on the streets. This unit needs more specially trained men, but with four clerks may hold the advanced youth delinquents in check. The large volume of stolen bicycles held here should get greater publicity from the press for return to owners.

Police Academy: Situated in Golden Gate Park at 36th Avenue. Captain John P. Meehan and Lieutenant Alvin J. Nicolini, with entire staff of six. Members of this Committee made two visits to this recruit officers' school. The classes, of approximately 35 students, on constitution, penal law, rules of evidence, civil procedure, first aid, typing, military tactics, boxing, and yawara are taught. These young recruits go through a very rigid schooling, and the standards are so high it has recently been necesary to alter the eligibility list to include applicants from outside the City and County. Some of these recruits work nights and come to school in the daytime to get this advance police course. Several recruits were from surrounding localities. This school serves a wonderful purpose.

Annex, Washington Street.

Director of Traffic, Thomas Zaragoza in command, with Asst. Acting Captain Edward Moody. This department, which has had the highest mortality record, from top personnel to fatalities on the street, has had many changes, and the new personnel have the situation well in hand. This year's fatalities, despite recent high records this month, is still far below 1957 or prior years. The recent change authorized by the voters to have the Department of Public Works do the engineering and installing of traffic signals, islands and other safeguards for this department should meet with success. The Police Department's traffic expert, Sergeant John Keegan, will act as liaison with the Department of Public Works.

Solo Motorcycle Unit - Behind Southern Station on Clara St. near 4th.

Lt. Edward B. Cummins in command. This department is often referred to as the "Marine Corps" of the Police Department. The men are selected for their height, physical strength and appearance, and are constantly put to extra hazards in line with their duties apprehending speeders and traffic violators. Their duty of being on the



street observing and being observed helps to keep the motoring public alert and obeying the law. These men on radio call can speed to apprehend get-away cars almost instantly. The increase of motor cars and extension of more freeways has added a need for increase in personnel in this department, which is all too often short because of accidents to these officers. It is our recommendation that this unit be brought up to full strength. The public recently showed their appreciation to this unit by voting them \$50.00 per month hazard pay.

Three-Wheel Motor Unit - Clara Street near 4th. Lt. Kenneth Carstensen in command. In our interview with regard to more meters being installed, particularly in outlying districts, we discussed manpower shortage. This officer, a very able young, energetic man, will cope with the demands as they arise.

Horse Mounted Unit: In Golden Gate Park, approximately at 36th Ave.

Sergeant Jack Chaney under direction of Captain Phil Kiely in charge, with 18 men who patrol Golden Gate Park, Ocean Beaches and Lake Merced area, each mount on patrol covers 30 miles daily. One man patrols the entire McLaren Park area. In a previous report we went into considerable detail as to the work performed and the need for this unit to control sex deviates and sun bathers who like to expose themselves to women and children; also the good work to save lives of waders and swimmers on our treacherous beaches. The horse is valuable to keep crowds in check and, as evidence, we cite the recent fine work of Mounted Officer Julius Long, who kept an angry hostile crowd of citizens from taking two youths he had arrested for beating a bus driver. We suggest this officer be commended for keeping the riotous crowd in check until help arrived. would again request the commission to ask for approximately \$3,000 appropriation for fire detectors and sprinkler system for the police barn, which would displace 2 stablemen, saving the City approximately \$12,000 annually. The stablemen are called Hostelers, and because of this misnomer get 10% professional pay. One man recently retired on account of sickness, and one other is to retire next year. These positions should not be refilled, as disabled police officers wishing to put in time, can act on night watch, and the City will save oremium Saturday, Sunday and holiday overtime pay which the hostelers receive, thus saving the City approximately \$7,500 annually.

Police Stations: All police stations and districts were covered and least once this year. The officers in charge were contacted and interviewed as to manpower, morale, the district, crime suppression and cooperation from merchants concerning parking



and related problems, station facilities, and requests for suggestions to help the Department by means of this report. "Thanks" for the fine cooperation. Stations visited, in addition to those already mentioned:

Central: Hall of Justice Annex, Washington Street; Captain Charles E. Borland in charge.

Southern: 4th and Clara Streets; Capt. August G. Steffen and Lt. Edward J. Farrell in charge. This station is to move to the new Hall of Justice building when completed.

Potrero: 20th and 3rd Streets; Capt. Martin M. Lee in charge.

Mission: Valencia, between 23rd and 24th Streets. Capt. John Engler and Lt. James A. Murray in charge. This is a new type modern district station on a main street, with rear street entrance for cars.

Northern: Ellis, between Polk and Van Ness. Capt. Harry L. Nelson in charge.

Richmond: 6th Ave. between Geary and Anza Streets. Capt. Walter S. Ames in charge.

Park: Behind Kezar Stadium, Golden Gate Park. Capt. Ted Terlau in charge.

Taraval: 24th Ave., between Taraval and Santiago Streets. Capt. Thomas I. Flanagan in charge.

Ingleside: Balboa Park, at Ocean and San Jose Avenues. Capt. Arthur P. Williams in charge.

Auxiliary Police Unit: This unit was organized as reserves, and as part of the Disaster Corps for civil defense. Liaison Officer is Inspector William Osterloh, Supervising Captain Phil Kiely in charge, with Personnel Officer Von Nostiz from the Police Academy and liaison men for each of the outlying stations.

Richmond, 81 men enrolled, Liaison Officer, Dave Roach. Park, 80 men enrolled, Liaison Officer, Donald Schmidt. Taraval, 65 men enrolled, Liaison Officer, James McGowan. Potrero, 100 men enrolled, Liaison Officer, Stanley Scheld.

These men all go through the Police Academy for training. They must put in 90 hours total training, and must qualify at the pistol range to carry a gun. They have special training for disaster, and the formation of this unit was primarily for this purpose. They serve a wonderful need on traffic fixed-post detail, and to police parades



and shopping crowds, particularly at the holiday season. They also serve checking at road blocks, and take care of crowds at Golden Gate Park, Beach-Playland and the Zoo. Full performance records are kept of all men by the officer in charge, and we are informed the present morale is very good.

Police Pistol Range: Lake Merced; Captain Meehan in command. Our visit and interview was with Range Master Robert Abernathy and Officer Richard Heiney, Instructor. The men working at this facility are all specialists. The requirement to keep all the police officers in practice to use their firearms is of great importance, and is one of the Department's requirements. The Department has several pistol teams, and the competition between stations is good — it helps build up morale and leads to expert marksmen. Brass shells and lead are recovered, and the men assigned to duty here re-fill cartridges and repair targets when not working during range and practice activity. We are informed this is one of the best practice shooting ranges in the country.

Kezar Stadium and Cost to Police: We deplore the riot at the closing 49er game a week ago. A complement of 64 officers and 5 sergeants was delegated to handle the capacity crowd, at an impressive cost to San Francisco; but, in addition, a total of 150 police officers were used to suppress the rioting. We are informed that in other stadia, the stadium lessees furnish their own police protection by hiring special policemen or use auxiliary police units. We recognize that neither of these could have suppressed this riot. We do not believe that police protection should be sold as a concession. No agency can handle the safety and security of persons as can the Police Department. Rent paid to the City should be sufficient to provide for protective services to the public, plus a reasonable and fair return upon the capital investment of the citizens of San Francisco in the Stadium. A wire or pipe fence could be installed to hold back the crowd, or the "invisible fence" - powerful streams of water from adequate pipe sprinkler system, designed to spray about ten feet high outwards, toward the field. This would discourage all but a handful of rowdies going into the field, who could be easily handled by the police. The only other alternative to suggest would be the Horsemounted Patrol Unit, which has been used so successfully in New York to handle crowds.

Police services cannot be placed on a <u>paying</u> basis. It is not a business - products are not manufactured; rather, services are rendered. The net result of all police activity is the presence or absence of crime. The absence of any organized gang of criminals has shown the SAN FRANCISCO POLICE DEPARTMENT is active



and on the elert. In order to perform police activities and attain maximum effectiveness, it is necessary that the police numbers be increased.

To the Police Commissioners, the Chief, and the Department, we would like to impress upon our Fellow Citizens of San Francisco, - PREVENTION AND SUPPRESSION OF CRIME IS EVERYBODY'S BUSINESS. Don't wait until it hits you. The sooner the public recognizes this, the more promptly they will contact police when they witness or suspect illegal activities. Strong efforts should be used to enlist public cooperation with our law-enforcing agencies in the maximum suppression of crime.

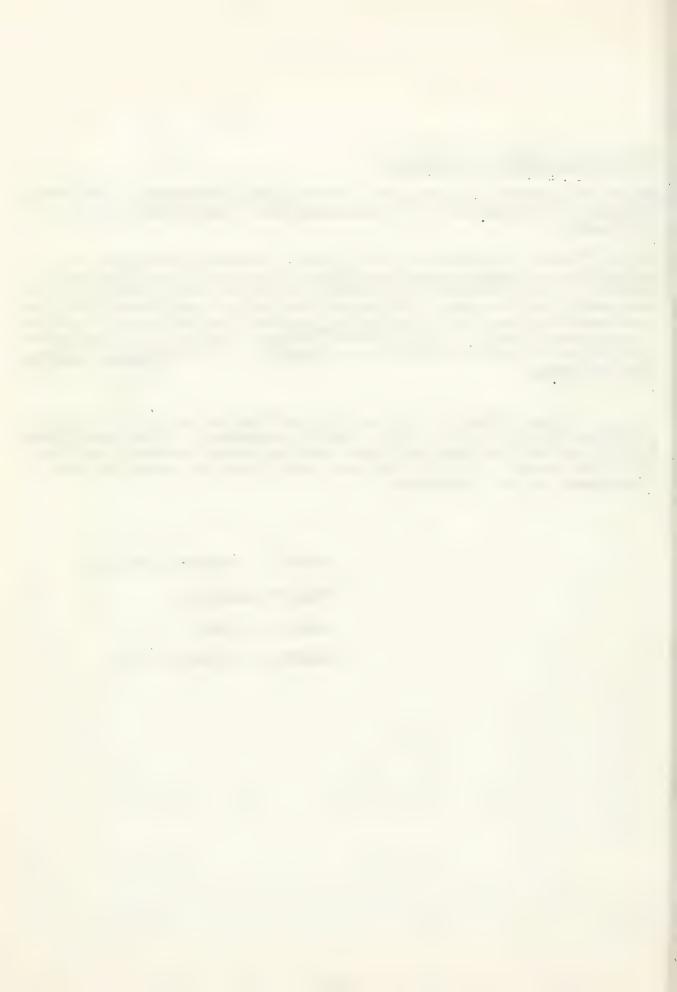
Your Committee wishes to congratulate the Folice Commissioners, the Chief, his staff, all the personnel of the Department for the accomplishments performed with existing manpower, and believe the present reception of good will from the public to your Department is well deserved.

CONRAD J. GRIEDER, Chairman

WILLIAM BERELSEN

JOSEPH S. QUAN

HECTOR J. GIUNTINI. Jr.



CHIEF ADMINISTRATIVE OFFICER

In February, 1958, this Committee met with the then Chief Administrative Officer, Thomas A. Brooks for the purpose of acquainting itself with the duties and functions of this office. An enlightening session was held in which the Committee was given a general outline of the scope of the Chief Administrative Office. The function of this office is of a business nature rather than a governmental one. Because of the enormity and complexity of the Municipal Administration, the Mayor as Chief Executive Officer must have assistance in the administration of the City. This assistance is primarily the responsibility of the Chief Administrative Officer.

Needless to say, in his position all Departments of City government are directly or indirectly supervised through his office. We shall not attempt to delve into all the particular departments, many of which will be reported upon by other committees of this grand jury, but we will cite several examples which in our mind are indicative of the work of this office. Upon the retirement of Mr. Brooks on June 30, 1958, Mr. Chester R. MacPhee was appointed as the new Chief Administrative Officer. In July, this committee had a meeting with the new Chief Administrative Officer at which time he outlined for your committee a program designed to increase the efficiency and economy of several important departments coming directly under the control of the Chief Administrative Officer.

With regard to the San Francisco General Hospital, the problems of over-crowding, employee morale, maintenance and patient relationships were in need of immediate attention. We are pleased to report that as of the present date, many of these problems have been alleviated. Over-crowding has been reduced by the simple expedient of moving chronically ill patients to the Laguna Honda Home, by stricter admission policies, and by better utilization of space. Employee morale has been boosted by the publication of an employees' handbook, a procedural handbook and a "News Capsule", listing the activities and events of the various employees and departments of the hospital. The purchase of new bed linens, steel locker cases for drugs and equipment, intercommunication systems between the nurses desks and the wards, and a number of other such improvements have resulted in better care for the patients and a lessened work load for the employees. Patient relationships are being greatly improved by the rehabilitation of a number of wards, in particular, the tuberculosis ward which has been completely redone in light, pleasant colors adding a more home-like atmosphere.

While the defeat of the Bond Issues in the 1958 election to modernize the Civic Auditorium and to provide additional office space in the City Hall has added to the many problems of the Chief Administrative Officer, it is recommended that a study be undertaken to determine if any annual budget allowances can be made



CHIEF ADMINISTRATIVE OFFICER (Continued)

available to provide some of these urgently needed facilities. Of particular interest is the rehabilitation of the Civic Auditorium. The Chief Administrative Officer administers the publicity and advertising fund which is used in part to attract tourist business, which San Francisco must have. In passing, it might be mentioned that for the year 1958 the amount of \$266,000 was budgeted for expenditure from publicity and advertising fund.

As a means of fostering good relations between San Francisco and the other cities and counties of the State of California, the Chief Administrative Officer has paid particular attention to the activities of the Regional Services Committee. Also, several meetings have been held with the League of California Cities Committee, Supervisors Association and other groups concerned with the maintaining good working relationships with the cities and counties of the state.

Pursuant to the recommendation of the 1957 Grand Jury covering a data processing center, the Recorder's Office is presently changing from a photostatic system to a macrofilm process. This change will permit a large reduction in the amount of space for storage and at the same time will alkow security copies of the records to be made. This conversion of equipment will free two-thirds of the space now being used for the storage of tons of records in the City Hall and other City locations. It is hoped that this type of automation will be looked into by the Chief Administrative Officer with an eye to placing additional machines throughout other City offices where needed.

Of great concern to Mr. MacPhee is the fact that the City does not have a city-wide safety program for its employees. Limited safety programs of a few departments have shown results but have not gone far enough. Injuries from accidents are expensive to the city and cause hardships to the employees. It is recommended that after thorough study, a plan be presented to the Mayor so that a city-wide safety program can be established as soon as possible.

As stated prior, the above is by no means a complete picture of the working being done by the Chief Administrative Officer, but we believe it shows a step in the right direction for the correction of many long standing problems.

This Committee wishes to commend and thank Mr. Thomas A. Brooks for his service to the City of San Francisco during his sixteen years tenure of office as Chief Administrative Officer. We also wholeheartedly approve the appointment of Mr. Chester MacPhoe to this office and urge that he continue his duties in the efficient and businesslike manner he has shown in the first six months of his tenure.

WILLIAM J. RAFFETTO, JR., Chairman ROY J. SCOLA CONRAD J. GRIEDER



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SUPERIOR COURT

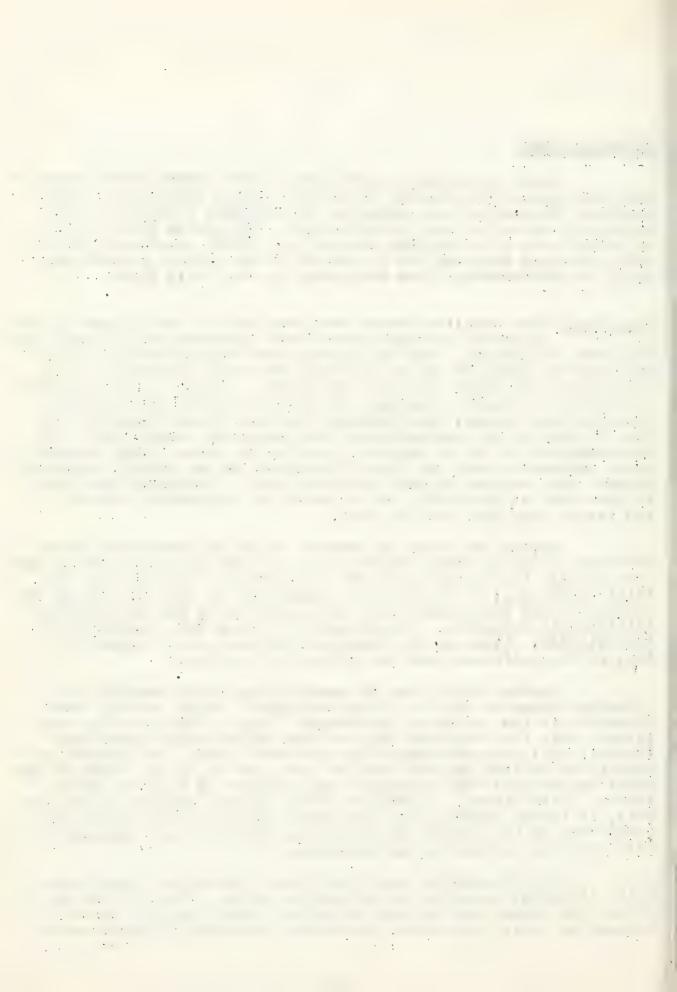
While the crowded conditions of the courts, both Superior and Municipal, still remain, it is to be noted that this has not hampered the courts from rendering all services possible to the people coming under their jurisdiction. The courts have attempted to better cope with backlogs through the simple expediency of having a new jury selected for a case while the jury of a previous trial is deliberating, thus utilizing all available time.

Pre-trial: This Committee noted that new rules to help speed up the pre-trial procedure have been introduced as of July, 1958. They are, in effect, a way of insuring that cases have been fully prepared for trial at the time of the pre-trial conference; i.e., depositions and other discovery procedure, as well as medical examinations, have been completed. In enforcing these rules at the pre-trial conference, the attorneys for both sides frequently are able to make a fair evaluation of the cases and settle them. If the cases are not to be settled, counsel are aware of the claims of their adversaries and the issues described in the judge's pre-trial order. The purposes of this pre-trial are: to simplify the cases, to save time at the trial, and to warn the respective lawyers of the issues they will have to meet.

During the month of October, 1958, 19 settlements were effected at the pre-trial conferences, 33 were settled prior to the conferences, and an additional 42 were settled following the pre-trial conference; of course it is impossible to say how many of the last-mentioned settlements were made possible by the negotiations initiated at pre-trial. In addition, 77 cases were removed from the calendar, either at the pre-trial conference or between the time of the conference and the date set for trial.

Another step taken to speed up the trial calendar is a procedure known as the "4 o'clock calendar", which is held every afternoon in the pre-trial department. When a jury case has been given a date for trial but has not been tried within sixty days thereof, it is brought before the pre-trial judge, and lawyers must appear and explain why the case has not gone to trial. Many of the cases are dropped "off calendar" and a number of these never reappear. With others, regardless of the excuses offered by the lawyers, it is the practice to order them either to go to trial within a few days or be ordered off calendar. The "4 o'clock calendar" also produces a number of settlements.

This Committee also found that attempts are being made to bring "isolated cases" to trial without delay. This is done by allowing the lawyer who has but one or two cases ready for trial to request an early trial date, rather than wait while lawyers with



SUPERIOR COURT (continued); MUNICIPAL COURT

multiple cases to try are waiting for their staffs to clear away their business. In this manner the court can keep its calendar filled at all times.

We understand that certain legislation is in the process of preparation which would give the pre-trial judge power to transfer cases likely to produce a small verdict for the plaintiff to the Municipal Court.

It is apparent to this Committee that the best efforts of all concerned are being put forth to shorten the time of waiting to go to trial, and speeding up the actual trial itself, and thus reduce, and eventually eliminate, the backlog of cases on the court's calendar.

Domestic Relations: In our survey of the court we were impressed with the recently added department of Domestic Relations. While this department was established a few years ago to assist the judges through the preparation and submission of comprehensive and unbiased reports in matters involving the custody and care of minor children, it has progressed beyond this point. The ability of this department to direct contesting parties towards reconciliation was recognized, and now a number of attorneys and family counselling agencies refer persons with marital difficulties to the domestic relations staff for help in solving their problems.

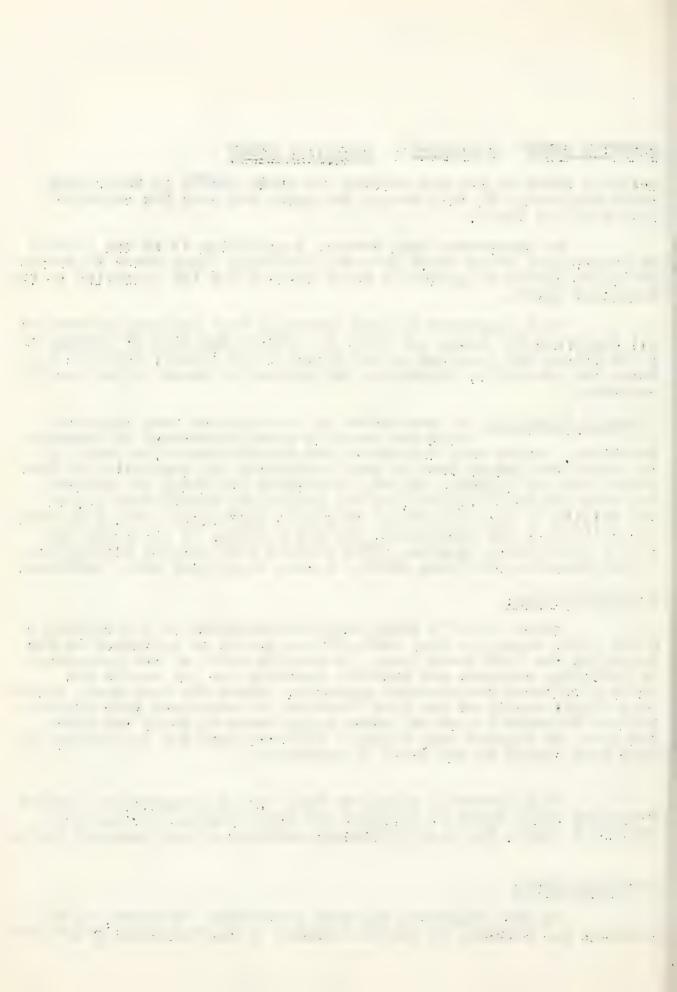
Recommendations:

Since the 1958 Grand Jury was unanimous in its support of a new Court House, we feel that efforts should be continued in its behalf by the 1959 Grand Jury. We are all aware of the necessity of providing adequate and suitable quarters for our courts and their affiliated governmental agencies. Since the bond issue failed by a slight margin at the last election, we recommend that efforts be made to prevail upon the state legislature to amend the state law so as to require only a simple majority vote for the passage of such bond issues in the State of California.

This Committee wishes to take this opportunity to commerd Presiding Judge Harry J. Neubarth and Judge Preston Devine, the Pre-trial Judge, for their efficient handling of our Superior Court.

MUNICIPAL COURT

As our population has been increasing for years, so the business and revenues of all departments of the Municipal Court have



MUNICIPAL COURT (continued); ADULT PROBATION DEPARTMENT

also continued to increase. The court continues to operate efficiently, in spite of its crowded quarters. Civil and criminal matters are brought to trial without unnecessary delay.

The court department, as distinguished from the traffic bureau, has collected in fines and forfeitures for traffic violations alone, over \$852,000 in the first ten months of the year. This is an increase of more than \$105,000 over the same period of last year.

Recommendations:

The Committee would recommend that the additional temporary employments which are required by readjustment of the clerical suaff to meet the increasing needs of the traffic departments, be placed on a permanent basis, thus promoting greater efficiency and reducing the need for repetitious training and direct supervision.

We wish to commend Presiding Judge Byron Arnold, the judges of the court, and Ivan L. Slavich, Clerk and Secretary, for their efficiency in handling the complex operations of the court.

ADULT PROBATION DEPARTMENT

It is repetitious to point out the same facts year after year, but it also denotes that the same understaffed situation continues to be the foremost problem of this department. Because of this situation, the department has been unable to fulfill its proper role in our City and County.

On January 26, 1950, the National Probation and Parcle Association submitted the results of an extensive survey of the Probation Office, and at that time recommended the addition of 33 members. To date less than 30% of that recommendation has been granted, while at the same time the work of the department has increased in some instances almost 100%. As cases in point: In 1950 the department performed 4,000 investigations, whereas in 1957 investigations totaled 7,867; in 1950, 2,200 persons were supervised while on probation, while 4,700 were under supervision in 1957.

The important role that the Adult Probation Department is meant to play in its correctional and protective field will become negative due to the increase of case loads and lack of counselling. The activities of the probationer should be verified by visits; he should be assisted in job placement and in drawing upon the services



ADULT PROBATION (continued)

of the other social agencies. As matters now stand, there is no provision for this type of supervision for those placed on probation, nor is the department presently staffed to do so.

Notwithstanding the problems involved, this Committee found it noteworthy that the Department was responsible for returning to the City in fines, \$138,494.41, and \$67,014.09 was collected for merchants, banks, and hotel owners in cases involving restitution. Yet huge sums still remain uncollected solely because of inadequate staffing.

It might also be pointed out that during the past year, \$409,520.19 was collected by the Adult Probation Department for child/family support. A factor not realized by many is that if the department were unable to make these collections, in time this would reflect on the local tax rate, since the mothers and children would become charges of the City and County. If this division were properly staffed the returns to needy children and mothers could be increased by fifty per cent., with a similar saving to our City's relief rolls.

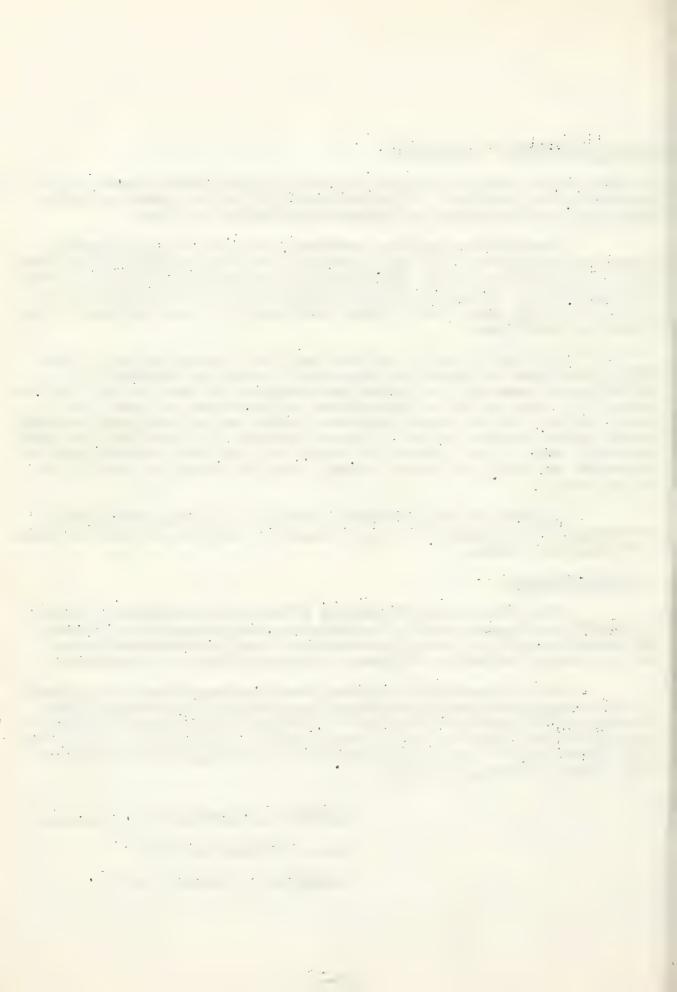
In view of the personnel problems existing, Mr. John D. Kavanaugh and his staff are to be highly commended for the tireless work they are doing.

Recommendations:

The Chief Adult Probation Officer has continually asked for staff increases, which, in reviewing the situation, is most warranted, and it is our recommendation that his requests be met as follows: 8 probation officers, 4 stenographers, 1 accountant:

It is imperative for the continued benefits to be gained by those under the Adult Probation Department's supervision that the Board of Supervisors be made to realize the necessity of granting sufficient funds to supply the required increases. We urge the 1959 Grand Jury to assist with the above recommendations when the 1959 budget hearings are held.

HECTOR J. GIUNTINI, Jr., Chairman MRS. GERTRUDE LEVISON THORNTON J. CORWIN, JR.



BOARD OF SUPERVISORS

In reviewing the affairs of the Board of Supervisors, your Committee found it most difficult to appraise and evaluate the accomplishments of the Board. Perhaps it would therefore be simpler to list many of the actions that were undertaken by them as follows:

The enactment of a new Housing Code, which San Francisco was sorely in need of, as without it our Redevelopment Program may very well have been placed in jeopardy. With the new code being enforced, it should help eliminate the creation of new areas in need of redevelopment, and will work hand-in-hand with the Urban Renewal Law.

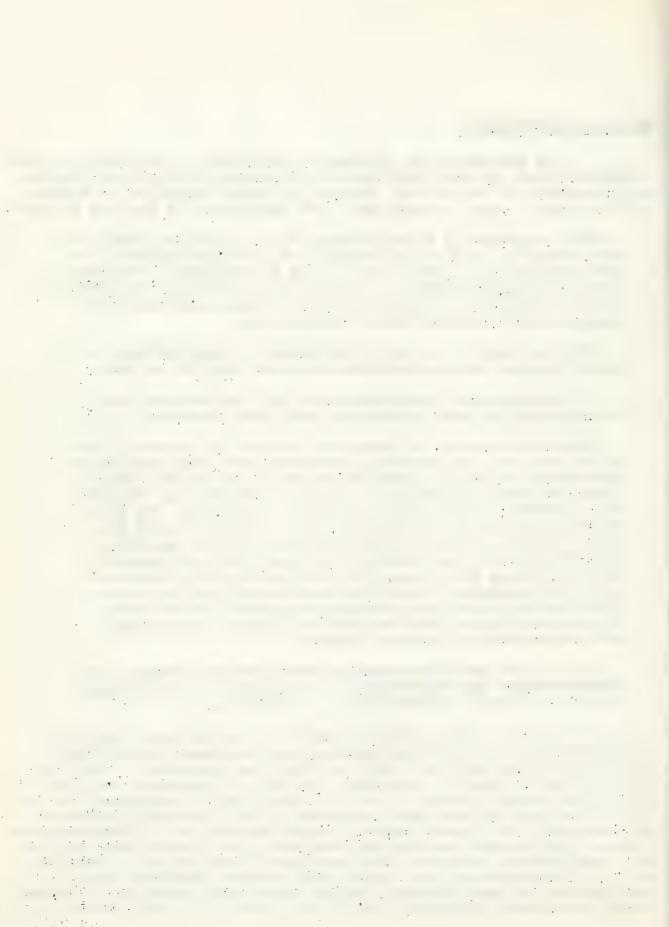
The enactment of a new comprehensive zoning ordinance, which repeals the current law which was enacted in 1921.

The adoption of a uniform Sales and Use Tax law, which should bring in many dollars to our local treasury.

The appropriation of money for community projects, such as the new Hall of Justice, recreation and park facilities throughout the city. However, we would be amiss if we did not also place on them the responsibility for the deplorable condition of some of our public buildings. We feel the appropriation of money to erect these buildings was fine; however, we do not find anywhere to our knowledge that funds have been alloted for their care and maintenance. If this were done, the Board of Supervisors could save our citizens many dollars in future bond issues to rehabilitate structures which were allowed to run down. We sincerely hope that the Board will give this matter some attention in the near future.

It is also our understanding that they are taking into consideration the enactment of a new fire code which will offer additional protection to our citizens.

We have been told that the Board enacts approximately 2,000 pieces of legislation annually and considers almost twice that number, disposing of them by other than enactment. The Board approves public welfare payments; carefully scrutinizes and then adopts the annual budget of the City and County; determines, as an appellate body, appeals and decisions of the Planning Commission; sits annually as a local board of equalization, and adjusts assessments. They closely screen and make additional appropriations for all departmental purposes; also purchase, lease and sell real property; review proposed bond issues and charter amendments and, if appropriate in their opinion, direct their submission to the voters; establish salary schedules for all city employees, and generally



BOARD OF SUPERVISORS (continued)

exercise not only a legislative but also a supervisory control of the entire local government.

Through its grasp of the "purse strings", and considering the magnitude of their responsibilities - most particularly that of the Finance Committee - and, also, the amount of time and energy necessary to fulfill these responsibilities, we feel that some consideration should be given to the thought of amending the Charter to have the Supervisors serve on a full-time basis at a compensation commensurate with the abilities required and the responsibilities entailed. We recognize the political implications of this thought and the possibility that the office may attract "political hacks" and discourage competent and desirable men and women willing to serve but who could not completely give up their business and professions. Perhaps, however, this might be solved by having five full-time and six part-time Supervisors, thereby fulfilling both needs. With the additional man-hours gained by the use of fulltime Supervisors, there would be more time for reflection on issues seriously affecting our citizenry by all the Supervisros, and still give us the caliber of men and women we desire to serve San Francisco.

This report is not meant to be critical of our Board of Supervisors, for we feel that as a whole we have a competent group of men who serve at a great personal sacrifice in time and money. With the realization that the salary of \$400 per month must be supplemented by outside income, to ask that they put more time in public service would be too great an imposition.

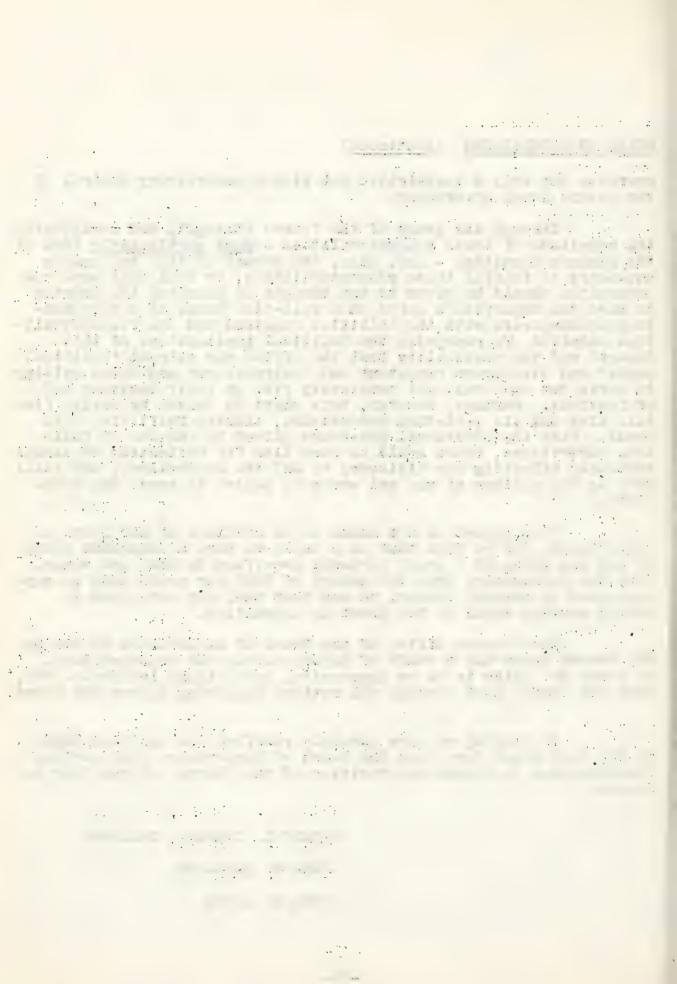
The Clerk's office of the Board of Supervisors is run by Mr. Robert Dolan and a staff of deputy clerks and stenographers. We found Mr. Dolan to be an aggressive, intelligent individual who, with his staff, must process all matters appearing before the Board.

In closing we very strongly reaffirm the position taken by the last Grand Jury that the Board of Supervisors give serious consideration to a complete revision of the Charter of the City and County.

ANGELO E. CAMPANA, Chairman

JOHN H. CASENAVE

EARL S. LOUIE



EDUCATION

The year 1958 was one of widespread concern and anxiety over the quality of elementary and secondary education in our Public Schools, not only on a city-wide basis but on a National level as well. The Education-School Committee of the 1958 Grand Jury met with Dr. Harold Spears, Superintendent of Schools; with members of the Board of Education; attended meetings of the Board of Education and other related groups in order to acquaint themselves with current and local problems and gather information which would aid in evaluating the academic accomplishments of our Public Schools.

At a Board of Education meeting held on March 4, 1958, Dr. Harold Spears, Superintendent of Schools, presented his 15-Toint Program for "tightening the instructional belt" based on the cumrent anxiety over Russia's supposed leadership in scientific education; the schools' responsibility to meet personnel needs for our highly technological society; and the criticism posed by the Teachers Organizations of the status of the elementary and high school educational programs in San Francisco. The members of the Board of Education and the Teachers Organizations accepted Dr. Harold Spears' 15-Point Program as an initial corrective step in improving and strengthening the basic elementary and secondary school programs. For the purpose of clarification of this report a copy of Dr. Spears' 15-Point Program is attached hereto and made a part hereof.

Evaluation of the full impact of Dr. Harold Spears' 15-Point Program is not possible at this time since his program was not distinct as a "crash" program, but a more deliberate approach calling for adequate time.

Recommendation

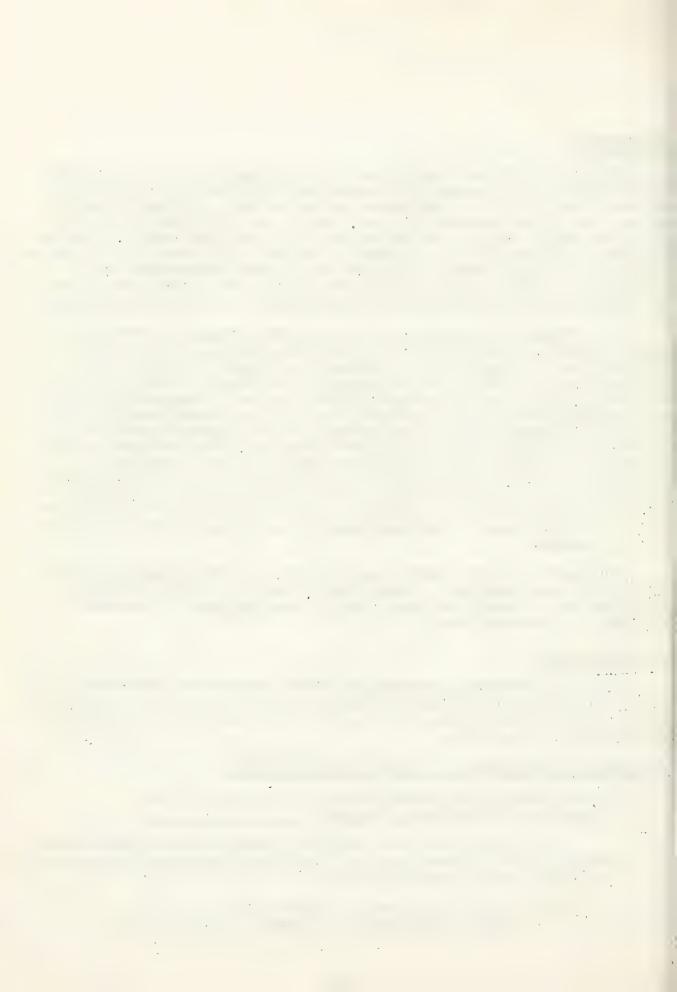
The 1958 Education-Schools Committee recommends that the 1959 Grand Jury Education Committee explore this curriculum planning in order to evaluate the improved academic and scientific accomplishments derived therefrom.

Curriculum Improvement - School Year 1958-1959

Concentrated Emphasis Upon the Improvement of the Science and Mathematics Programs

In keeping with the National significance of these two subjects, the improvement will involve a number of approaches including these specific steps:

(1) A group of five teachers will spend full time this year in examining research data,



- examining present practices, investigating new sources of help, and developing with teachers at all levels improved materials and procedures in these two fields.
- (2)The provision of up-to-date in-service courses to keep teachers abreast of the developments in these fields. These courses will include (a) Advanced Science Seminar for junior and semior high school teachers, treating the most recent development in the biological and physical sciences. (b) The Logic and Order of Arithmetic. This course for elementary and junior high teachers is designed to bring to them the advantages of advanced knowledge of arithmetic. (c) Contacts will be made with mathematicians at Stanford University and the University of California in an attempt to develop a course for mathematics teachers involving a number of outstanding authorities in the field, set up in a manner similar to the Advanced Science Seminar.
- (3) The School Department will take full advantage of the work done this past summer by local science and mathematics teachers who have profited by fellowships and grants for study in programs in this field held over the country.
- (4) The provision of new science laboratories to keep up with the expansion of enrollment. For instance, a new laboratory will be opened at Lincoln High School this fall.
- (5) The modernization of instructional equipment in science. At the final adoption of the budget, August 5, 1958, the Board granted the Superintendent's request for additional funds to provide up-to-date equipment to promote instruction in newer phases of science.
- (6) In the elementary schools there is being distributed a guide of specific suggestions for the correlation of science instruction with the social studies.
- (7) The possibility of developing a biochemistry laboratory at Galileo High School. This would

provide for that school a science and mathematics stimulus parallel to that created at Polytechnic when the present Lux Electronics Laboratory was developed there.

The Establishment of a New Instructional Program in the Teaching of Modern Foreign Languages, Emphasizing a Practical Mastery of the Spoken Language.

The program will be patterned after the United States Army Language School at the Presidio of Monterey, with full cooperation of that school and the services of a consultant who is on the small there. Changes will reflect local conditions.

This program will be operated in one of the high schools and its feeder junior high schools for grades 9 through 12, with the intention of giving the student a concentrated attack on the language preferably 4 years with no less than 3 years of instruction.

Since this method emphasizes first the pronunciation of the language, the proper sound equipment will be installed in the schools and provisions made for the development of the instructional lassons, recordings, etc. The teachers who will work in the program will take in-service work in the methods involved including direct observation and examination of the program at the Monterey Army School.

The Establishment of A Trial Educational Television Program

The Board of Education has authorized the Superintendent to enter into an agreement with television station KQED for the utilization of that station's educational curriculum services in as many as one-third of the schools of the district. Television receivers will be placed in 41 locations covering elementary, junior, and senior high schools as chosen by the representatives of those departments.

Programs of special value to the school district would be:

Conversational Spanish. The elementary schools generally would use this program, and the junior high schools would audition it during the fall with a view to using it in the spring.

State and Local Government Series. This series would be used by the junior high schools.

Other Programs to be Developed. Contracting school systems will participate actively in the development of new programs and in the improvement of its initial ones.

This program will operate during a trial period in which a representative committee, including teachers and administrators, will determine the educational possibilities of television in the San Francisco schools.

Concentration Upon The Continued Improvement of Guidance and Counseling Procedures In Connection With the Close Direction of the Students in their Selection of Courses As They Move Through the Scendary Schools.

This emphasis during this school year is in keeping with Points 2, 4, and 5, as outlined in the 15-Point curriculum statement issued by the Superintendent last spring. It involves such factors as the identification of abilities, close working relationships with the homes in the selection of courses and colleges beginning in the 8th grade, special attention in helping the student hold to his college objective, etc.

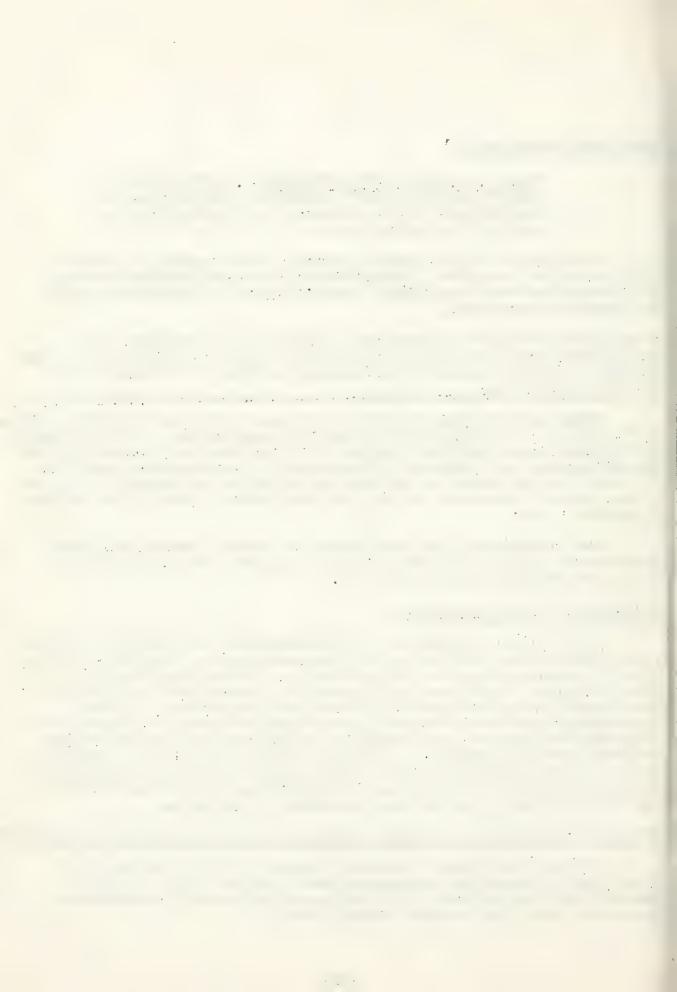
The schools will be encouraged to develop proper guidance instruments such as program of studies sheets, parent cards to designate college selections, etc.

Extension of Work Experience

It is fully appreciated in the secondary schools that a great many students can profit by a high school program that includes onthe job experience out in the community. In meeting July 10, 1953, the California State Board of Education approved new regulations concerning the amount and credit for work experience. It is appreciated that even though a great many students could profit by this type of program, the expansion is subject to employment conditions in the community. To expand this program in the schools calls for concentrated effort on the part of school administrators and guidance officials who are in a position to make new contacts or extend present ones in the placement of students.

The Establishment of A Special Curriculum Improvement Fund of 550,000

At the final budget hearing, August 5, 1958, the Board of Education approved the Superintendent's request for a special curriculum fund to serve the development of special improvement projects during the current school year.



Class Size

The size of classes in the schools is determined by formulas adopted as Board policy. As the schools continue to increase in enrollment, more teachers are added to avoid increasing class size, thus maintaining present standards.

The number of pupils to a class on the average is: 1st grade, 26 to 27; 2-3 grades, 32; 4-5-6 grades, 35. Junior and senior high school classes average about 32.

The class size average in the San Francisco schools is comparable to the state as a whole, as reported in recent studies by the State Department.

Child Care Center Program

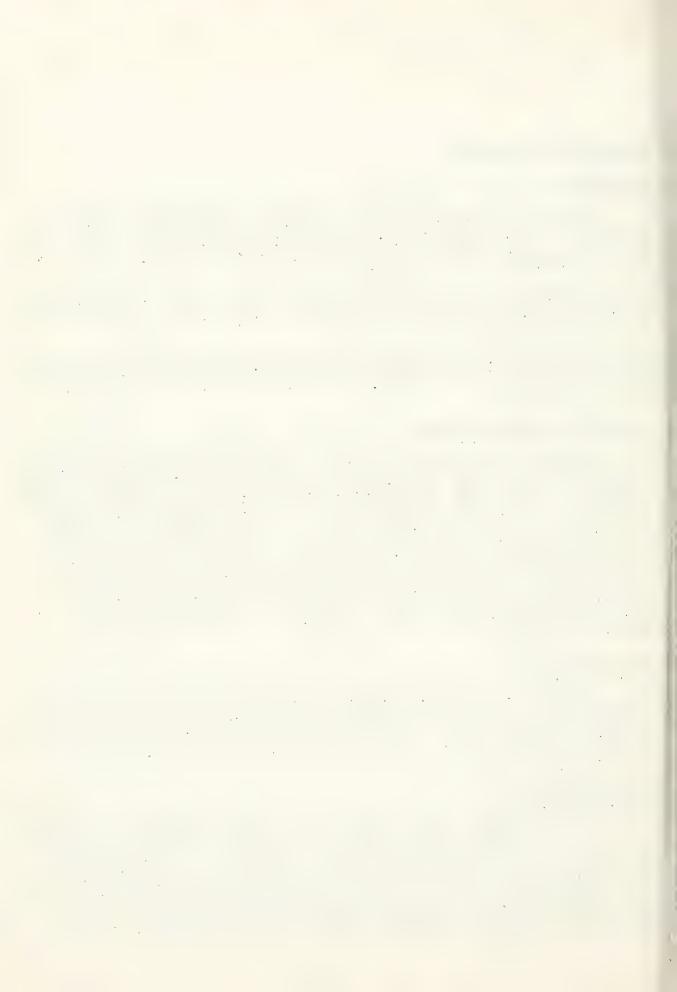
The Child Care Center program operated by the Board of Education provides day care for approximately 1300 children of working acthers, representing over 1000 families of which 73% were of sole parent families. The program for 1957-58 was financed from parents fees (30%), state apportionment (47%), and district funds (23%). The state apportionment and parents fees are established under state legislation and remain constant. In order to reduce the amount required from local taxes, on the recommendation of the Superintendent, the local Board reduced the Child Care Center budget by \$50,000, without reducing service or number of centers. This was accomplished through a program of greater efficiency within each center.

Recommendation

The 1958 Grand Jury Education Committee recommends that the 1959 committee review and consider the progress of this Child Care Center program in order to determine that no further budget cuts te taken if it would in any way impair the service or effectiveness of this program.

Adult Education

With the fiscal year 1958-59, the Board of Education established fees for certain courses on a trial basis. The fee of \$3.00 per semester was established for classes in Arts and Crafts, Dramatica, Homemaking, Industrial Arts, Music, Photography, Public Affairs and Discussion (where the enrollment anticipated is less than 100), Conversational Languages, Investments and Writers Workshops. Fees were not authorized for other courses such as Academic subjects. Commercial classes, Apprenticeship and Trade Extension programs,



etc. The Californic Education Code prohibits the charging of fees for Americanization, Citizenship, English for Foreign Born, or classes in elementary subjects. The Board further exempted fees from being charged to enrolees for any classes located in or sponsored by non-profit public welfare agencies and private welfare service institutions including hospitals. Also exempted from the payment of fees were adults who were recipients of aid under the Welfare and Institutional Code, and pupils attending adult classes for the purpose of obtaining a high school diploma.

For this fiscal year the fee charged for adult driver training instruction was increased from \$10 to \$15 for the course, representing 18 hours instruction of which 6 hours is behind-the-wheel training.

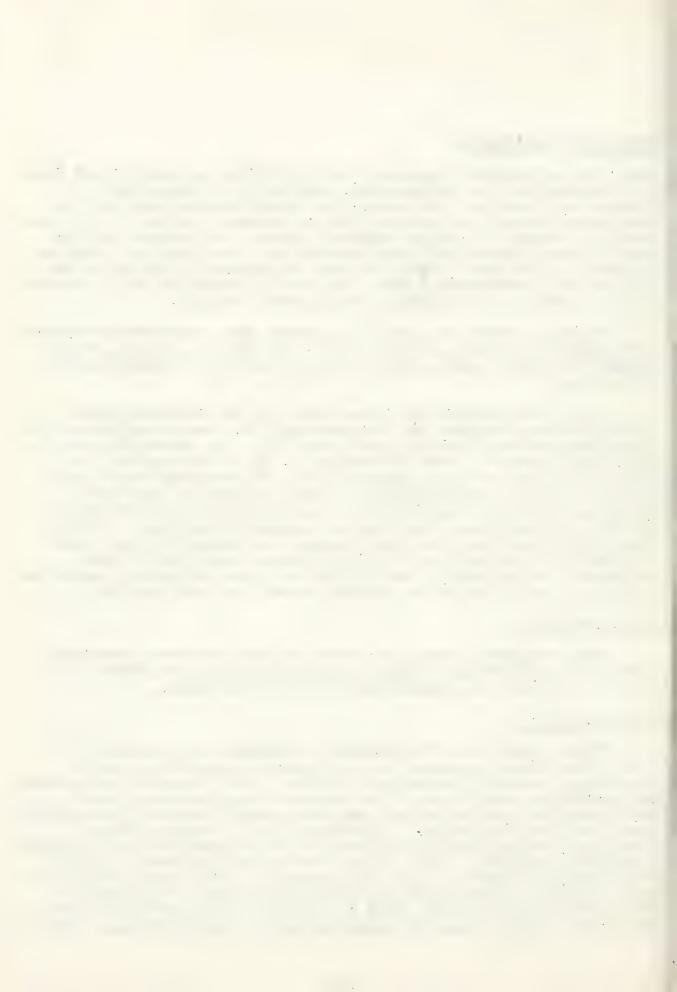
Dr. Spears reports that fees paid for San Francisco Adult Education have amounted to less than half the sum anticipated when these charges were first imposed July 1958. He states the Board of Education appears to have two choices - (1) either curtail the adult education for next semester, or - (2) transfer funds (some \$30,000) from the undistributed reserve account to make up the deficit. The Adult Frogram had an enrollment of approximately 61,000 last year when virtually all courses were free. If the same number that took the free courses had taken them this year the school department would have collected some \$36,000 this semester. So far only about \$17,000 has been collected, indicating a drop in enrollment in the courses where fees are charged.

Recommendation

This Committee recommends that the 1959 Education Committee give this Adult Program problem their considered attention in order to prevent the curtailment of adult education.

Fublic Law 874

Under Public Law 874 financial assistance is provided to local educational agencies to help defray in part the cost of educating "federally connected" pupils. This financial assistance is provided on the basis of the number of pupils whose parents reside and/or work on federal property, which property is excluded from the local tax rolls. Approximately 9% of the children attending the San Francisco Schools may be classified as "federally connected" children. This public law expired on June 30, 1958. The Board of Education, with the assistance of Congressmen Shelloy and Mailliard, successfully supported legislation this year to re-enact Public Law 874. This legislation will now benefit San Francisco to the extend of approximately \$600,000 annually. This



is \$200,000 more than in the past due to features instigated locally

High Quality of High School Academic Program

For the entire period since the University of California began to announce grade-point averages of its entering classes, each San Francisco High School has made a record higher than the average of other public high schools in the state -- and always the average public high schools is better than the average of private schools. During the last six years, the high score locally has been made by five different high schools -- and in all but one year this also was the top or near the top score for the entire state.

Not only do San Francisco graduates make outstanding records at the University of California, Stanford, and other similar institutions in California, but they do equally well in the leading universities throughout the country. On the National Merit Qualifying Test (probably the best single measure of the quality of a school's academic work), local students this year did at least 50 per cent better than the national average. In the English A examination given last spring by the University of California to check on the preparation of entering students, 80% of San Francisco graduates passed the test, whereas the average for all entering students was only 55%.

The following data, on last spring's graduating classes, will illustrate the strong emphasis on academic work in the San Francisco high schools:

80% of the graduates had 3½ or more years of English

83% of the graduates studied a foreign language

23% of the graduates had $3\frac{1}{2}$ or more years of nathematics

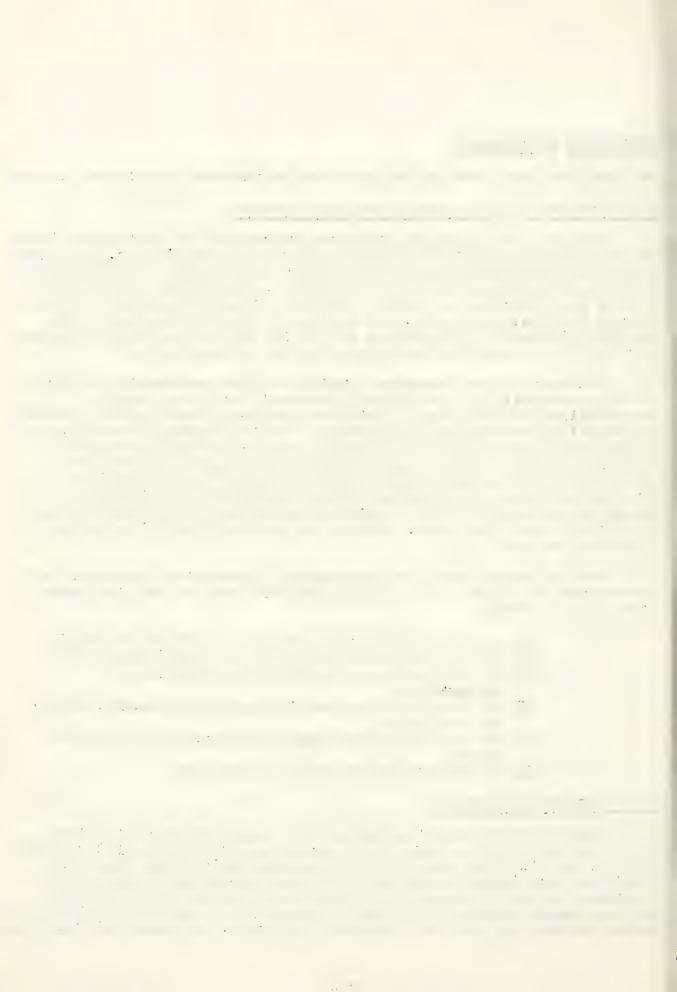
5% of the graduates studied analytic geometry and/or the calculus

46% of the graduates studied science for $2\frac{1}{2}$ or more years

43% of the graduates studied chemistry

Tax Limitation Increase

The Board of Education sponsored a proposition at the June 1958 general election which would increase the statutory tax limit from \$2 to \$2.50 for each \$100 of assessed valuation. The tax limit is established under the California Education Code. Any increase in the statutory limit requires approval of the voters of the School District at either a special or general election. In order to save the cost of a special election, the Board of Education



placed the measure on the ballot for the General State Primary election.

An increase in the tax limit was necessary because of rising costs due to the inflationary spiral and a continuous annual increase in enrollment in the elementary, junior and senior high schools. The past two years the annual increase in pupils has gone up to 4500.

This measure was approved by the electorate at this election, strong public support for the schools being indicated by the large "yes" vote which amounted to 70% of the votes cast.

However, due to a Charter Amendment sponsored by the Board and approved at the November 1957 election, the 1958-59 School District tax was \$1.84 compared with a tax rate of \$2.06 for 1957-58. This charter amendment gave credit to the district on its obligation to the local retirement system the amount contributed for those teachers who withdraw from the San Francisco Employees Retirement System and retire under the State Teachers Retirement System. This Charter Amendment was retroactive to 1956-57, and, therefore, gave the District the advantage of two years credit for this item in establishing the 1958-59 tax rate.

Board of Education

The 1958 Board of Education was comprised of the following members:

Mr. Joseph A. Moore, Jr. President

Mr. Adolfo de Urioste

Mr. John G. Levison

Mrs. Lawrence Draper, Jr.

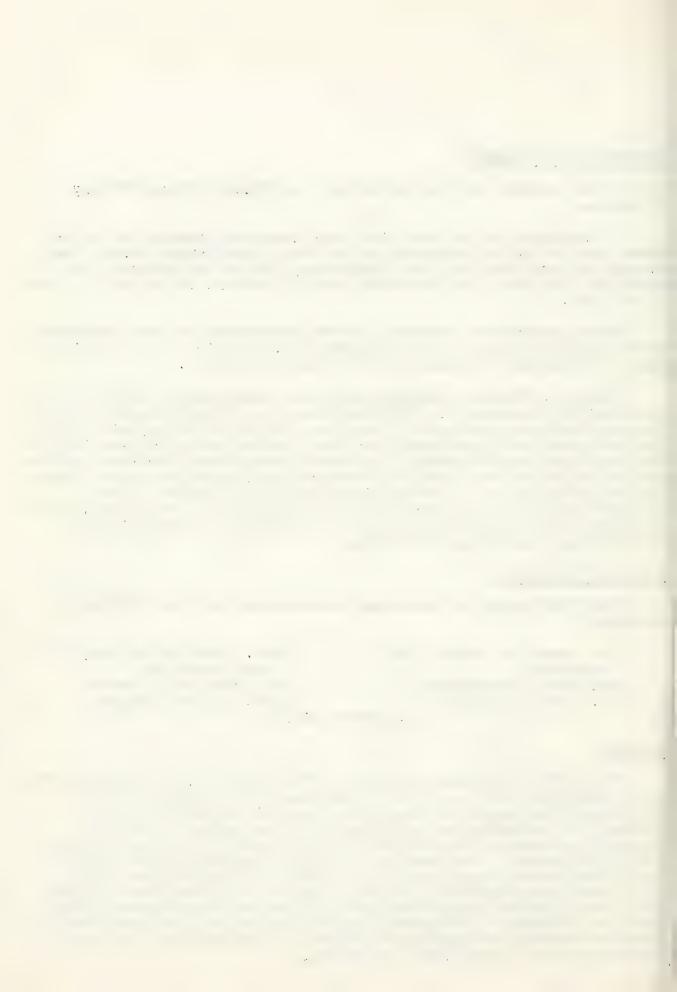
Vice-President

Mr. Charles J. Foehn Mrs. Edward Matzger

Mr. Elmer Skinner

General

The 1958 Education Committee of the Grand Jury recognizes the grave responsibilities of the Superintendent of Schools, the Members of the Board of Education, the Administrators and the Teachers in providing our children with the highest level of academic and scientific instruction to the full potential of the individual pupil. The exercise of this responsibility may well be of the utmost importance to the future of our Nation. With this grave responsibility in mind we wish to commend most highly Dr. Harold Spears, Superintendent of Schools, the Members of the Board of Education, the School Administrators and the Teachers for their continued and assiduous efforts in implementing and maintaining maximum educational standards.



(Superintendent Spears' 15-Point Program)

Considerations In Strengthening the Present Curriculum of the San Francisco Schools

There is apparent in America today an unabating anxiety over education. It reflects the realization that our nation's security is dependent upon proper education as well as upon proper armament. Beginning with the school's responsibility to meet personnel needs for our highly technological society, the anxiety has spread to the general effectiveness of the schools.

This deep concern represents a public mandate to the schools to examine closely their operation with the idea of doing a more solid job. Beneath current criticism of education is a deep public faith in the possibilities of the American school system. It behoves our local school system to make a close scruting of its curriculum and supporting procedures for the purpose of strengthening the basic elementary and secondary school programs.

Since last fall, I have been studying this matter from various angles with a number of people in and out of the school system. The State Conference on the subject in Sacramento last week provided further clarification of the possibilities. I feel it is now timely to present to the Board of Education and the faculties of the respective schools the following suggestions to encourage study and change of program.

1. The inherent telents of every pupil must be recognized early, protected, and developed to the fullest through courses jacked up to his particular level.

Since our national pattern of education provides a common school, the concern for the gifted --- and rightly so --- is that he may be lost in the mass novement of children through the school, that he may be content to take courses and do class work on levels below his potential. A person's full realization of his life potential is dependent upon keeping work up to his level. Furthermore, America cannot afford to waste her native talent or brain power.

Our obligation to provide courses and expect classroom performance on the pupil's true level is applicable to all students. The support of the home is solicited in this natter of stepping up the output of the individual pupil in the school.

2. The standardized testing program to serve this identification of ability and to check accomplishment in accordance, must be sufficient for the purpose. But to go beyond this point in tests given would be to rob teachers and pupils of time better



devoted to instruction and learning.

3. Although we follow the junior high school plan of school organization, the minth grade of that school must be tied more closely into the senior high school's preparatory program for those going to college.

For instance, foreign language should be begun in the ninth grade, and in the course continuity there should be no greater break for the student between ninth and tenth grades than between tenth and eleventh.

4. Students taking a college preparatory course should make such selection in the eighth grade.

Such decision calls for careful course selection resulting from three-way conferences of pupil, counselor, and parent. Available test scores as well as performance records should be used to the fullest to inject reality into course selection. This is not to imply that there should be one set program for all college-bound students.

The seventh grade should continue emphasis upon the basic program of fundamentals extending from the elementary school. It likewise can facilitate exploration of one's abilities in new courses as an aid to later selection of a high school program.

5. As soon as possible the college preparatory pupil, with parent endorsement, should file with the school a card indicating the specific college or type of college which he hopes to attend.

Entrance requirements of such college should be provided the pupil and the parent, in printed form, to help guide further course selection.

As the pupil moves up from semester to semester, the school should check carefully his fulfillment of these requirements, and in case of difficulties should take steps to provide help rather than to leave the problem merely with the pupil and parent. Redirection of the pupil's course at any stage represents a major decision involving the home.

6. Our high schools should re-examine carefully their graduation requirements with the idea of strengthening such program. Besides overall graduation requirements there must be those for the specific fields, such as college, stenography, etc.

Since a high school is made up of many instructional



departments, and rightly so, all should have representation in a study program leading to the decision of required courses.

- 7. A high school faculty could well consider giving its college-bound seniors more experience with class procedures to be encountered on the college campus. For instance, a particular subject might well lend itself to the lecture method and to larger class size, another to the seminar and a smaller group.
- 8. For the more gifted seniors in the high schools, our schools should extend the present practice of providing them extra courses which will provide them college credits to be applied once they have enrolled in the college in question.

We should examine more carefully the possibility of moving into college earlier outstanding high school students in whose case the law of diminishing returns seems to be operating before they reach the last semester.

9. The modernization of the science courses, which is already underway, should be stepped up even more in our schools.

Training for science vocations is not enough. Science literacy, the ability to live in a highly technological society, is essential for all students going through our schools.

To encourage this the Superintendent will later recommend for this summer some intensive in-service courses for teachers wishing such help. The courses would be provided at District expense, would provide in-service credits, would be taught by competent instructors, and would be subject-matter courses in the respective fields.

For instance, elementary teachers might wish background or refresher courses in math and science, and secondary teachers courses in new subject matter in these areas.

10. Effective use of the native language must continue to be a major objective of the curriculum from the time the child enters school until he graduates.

There is room for study of better techniques in classifying students as to specific goals in language work, to enable a school to see at any time the progress and accomplishment of a given student in this field.

11. It is recommended that for the coming year, a team of five top teachers from our schools be brought into the central office to



study improvements in the basic fields of mathematics, English, science, and foreign language, and would cover all school levels.

This work would involve close contact with the various schools, and would involve the ideas of a maximum number of teachers.

Effective curriculum improvement is not the sole province of an individual or a particular group of individuals. It is the right of every teacher and every faculty unit in a school system. In fact, in the end, the total improvement in our basic program of education will be the sum total of the improvement made in the individual classrooms.

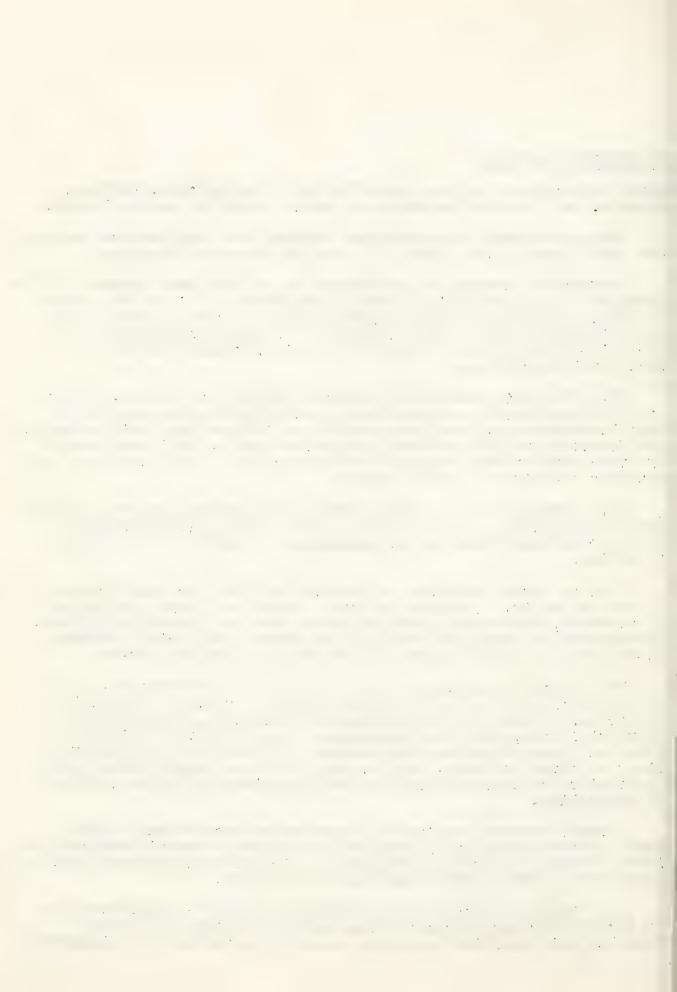
- 12. The basic courses in American history and civies, taught at all three levels -- elementary, junior high, and senior high, must be emphasized. The American way of life -- its basic principles and features and its national background must be fully appreciated by every student who graduates into civic life. Only then can our nation's security be really assured.
- 13. Periodically throughout the school program proper emphasis needs to be given to study habits, representing systematic help in study procedures found by the experience of teachers to be most effective.

How to attack subjects and subject matter is closely related to how to use it. Learning to think, which is always a major goal of teaching, comes from learning how to use the knowledge at hand. Help in how to study can hardly be separated from actual instructional help in how to think through and with subject matter.

14. These suggestions do not represent an invitation to deemphasize the high school programs provided outside of the college preparatory field, such as bookkeeping, clerical, salesmonship, industrial arts, and home economics. These hold their rightful place in a school system which serves all youth and the various lines of civic endeavor. The proper balance of enrollments among the various high school programs will continue to be the challenge of counseling.

School courses leading to a particular occupational field, such as stenography or electricity, demand the careful organization into a required sequence covering a period of school years, just as ruch so as do the courses leading to a college.

15. In this emphasis upon instruction, school administrators by working through representative teacher committees in their schools must study the desirable means of protecting the classroom



EDUCATION (continued); LIBRARIES

situation against unnecessary interruptions. Teachers organizations have already called attention to this problem. Although overall district consideration of the matter will set underway, individual schools might well consider their own situations.

These proposals invite a "tightening the instructional belt" approach to our schools. They are made not in violation of what we know about the differences of pupils, but rather in appreciation of such. There is no reason we can't step up our operation to hold every pupil to work he is able to accomplish. Dut such a goal cannot be attained by mere demands upon the pupil. It calls for stepped up instructional and administrative output as well.

These proposals are not intended to be all inclusive and are presented to invite further thinking by faculties and individual teachers.

HAROLD SPEARS
Superintendent of Schools

Merch 4. 1958

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LIBRARIES

The initial meeting of the 1958 Library Committee with Mr. Laurence J. Clarke, City Librarian, elicited the information that the Library Department was faced with three paramount problems due to lack of funds which was hampering it in functioning efficiently and effectively; i.e.:

- (1) The renovation and modernization of its Main Library;
- (2) The employment of additional trained and professional librarians; and
- (3) The lack of additional books.

Over the past years money has been requested in the Library Budget for the purpose of renovating and modernizing the Main Library to render it more functional and thereby bring about a higher type of modern library service to the public; for the employment of additional trained and professional librarians; and for additional books. These appropriation requests have been consistently deleted from the budgets with minor exceptions.

Because of the above conditions, the Library Commission some two years ago first recommended that a formal survey be made of the

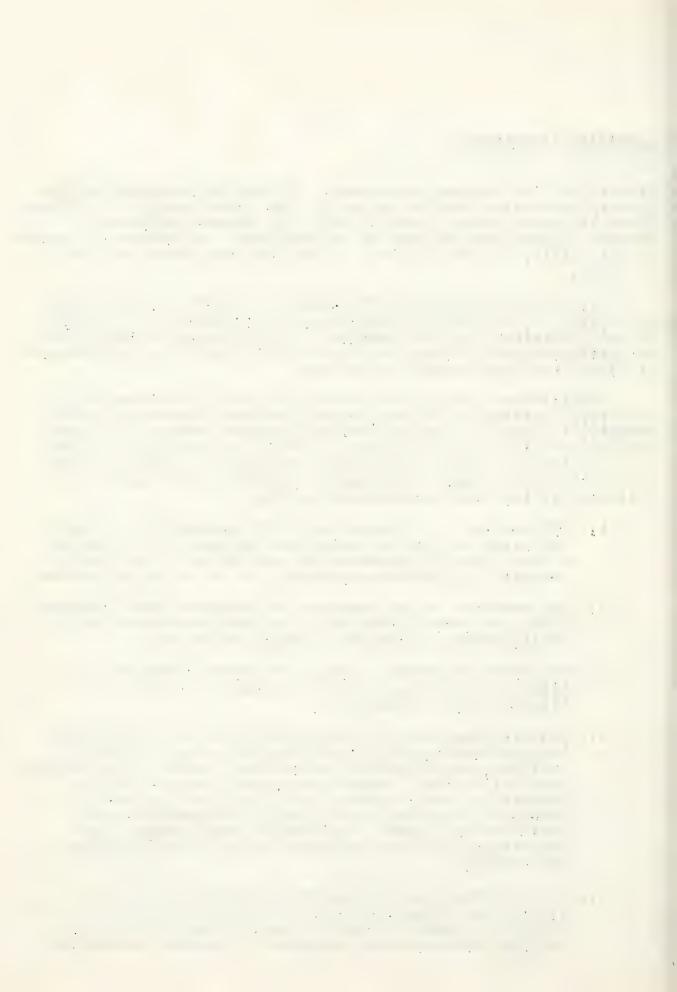


Library and i's various procedures. It was the consensus of the Library Commission that an expert in this field should be employed for this survey and on April 8, 1958, Mr. Emerson Greenaway, Director of the Free Library of Philadelphia, an outstanding expert in this field, was commissioned to conduct this survey at a cost of \$7500.

Mr. Greenaway completed his survey on October 3, 1958, for submission to the Library Commission. It is extremely gratifying to note therefrom that the results of Mr. Greenaway's survey bear out prior recommendations made by the City Librarian, Mr. Laurence J. Clarke and the Library Commission.

The Library Commission appointed a Special Committee of its nembers, consisting of Messrs. Moore, Chairman; Schwabacher and Vavuris, to study and analyze Mr. Greenaway's survey. The first meeting of this Special Committee was held on November 24, 1958, and was attended by the 1958 Library Committee and other members of the 1958 Grand Jury. The Special Committee recommended the following in its first preliminary report:

- 1. The creation of a Committee of 50 outstanding community and civic leaders to assist the Commission in securing a broad base of understanding and to aid in the study, support of library development, and in public relations.
- 2. The creation of the position of Assistant City Librarian whose responsibilities shall include supervision of all public services, including public relations.
- 3. The creation of the position of Chief of the Main Library to provide for the supervision of the Main Library Public Departments.
- 4. The establishment of 3 positions which would supervise the coordinating of (a) adults; (b) young adults; (c) children, which would be on the same level as the present Chief Librarian. These three coordinators would inaugurate a dynamic program for the three age level groups for both the Main Library and throughout the entire branch system, and further would develop more effectively the book selection policies for the Library Department.
- 5. The Committee recommended that consideration be given to closing the Main Library on weekdays at 9 p.m. and opening the Main Library on Sunday from 1:30 p.m. to 5:30 p.m. The City Librarian was requested to prepare statistics



providing for Sunday staffing under the present staffing and opening some of the major branches from 2 to 5 P.M. The following Branches were suggested: Mission, Ortega, Marina, Richmond, North Beach and Merced.

- 6. The Committee recommended that the Civil Service Commission be requested to make a comprehensive survey of the Library in accordance with the Greenaway Report, wherein Mr. Greenaway recommends proposed professional classifications of Librarian I, II, III, IV, V, Assistant City Librarian and City Librarian which increases the professional categories as is now operated under the present Civil Service Regulations.
- 7. The City Librarian was requested to furnish an analytical listing of all changes, including cost estimates. A recapitulation follows:

Creation of Position of Asst. City Librarian \$	10,000
Establishment of 3 positions of Coordinators	19,440
Music Dept. (33 Units Wall Shelving)	3,750
Exhibit Room (44 Units Wall Shelving)	3,950
Newspaper-Periodical Room (Shelving)	19,484
Removal of Periodical Dept. to 1st Floor	51,896
Removal of Wall between Commissioners Room	
and Periodical Dept., involving major con-	
struction	68,120
Sunday Opening (Main Library and various	
branches	4,767.08
12 New Positions (36 hrs.per wk. and 4 hrs.Sun	57,600.00
Library closing 9 P.M. weekdays	2,667.03
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The 1958 Grand Jury Library Committee approves the foregoing recommendations of the Special Committee, with special emphasis upon the opening of the Main Library and strategic Branches thereof on Sundays from 1:30 P.M. to 5:30 P.M.

North Beach Branch Library

Construction was commenced on the North Beach Branch Library early in 1958. It will be officially accepted by the City of San Francisco on December 16, 1958, and will be formally dedicated on January 29, 1959. This Library Branch is one that has been long sought for by the residents of North Beach District, and will be a splendid addition to the Library Project Building Program. A supplemental budget request in the amount of \$35,000.00 was allowed for the purchase of approximately 15,000 volumes for this Branch



Library. The total cost of construction was \$258,534.01.

General Recommendations

The Library Committee of the 1958 Grand Jury submits the following recommendations with the hope that they will be implemented at the earliest possible time, and that the Administration make available by budget appropriation sufficient funds to:

- 1. Provide adequate lighting at the Main Library and several of the Branch Libraries. Funds for this purpose were deleted in the budget for the last fiscal year.
- 2. Provide for sufficient number of books to service all Library Agencies, books being the primary objective of a Library service.
- 3. Provide for the construction fund for the McCreery Branch Library at 16th and Market Streets which was destroyed by the earthquake of March 22, 1957, and which was condemned by the Department of Fublic Works. This Library serves a very important section of the City, particularly the older and retired residents of the City who should be given Library Service at the earliest possible time.
- 4. Acceptance of the Greenaway Survey with particular emphasis on the contemplated program of the building rehabilitation of the Main Library to eliminate waste space areas; and employing additional recommended trained and professional librarians.

The Library Commission for the year 1958 is composed of the following members: Bert Simon, President

Rose M. Fanucchi, 2nd VP Campbell McGregor J. Max Moore S. Lee Vavuris Laurence J. Clarke City Librarian

Albert E. Schwabacher, Jr., 1st VP

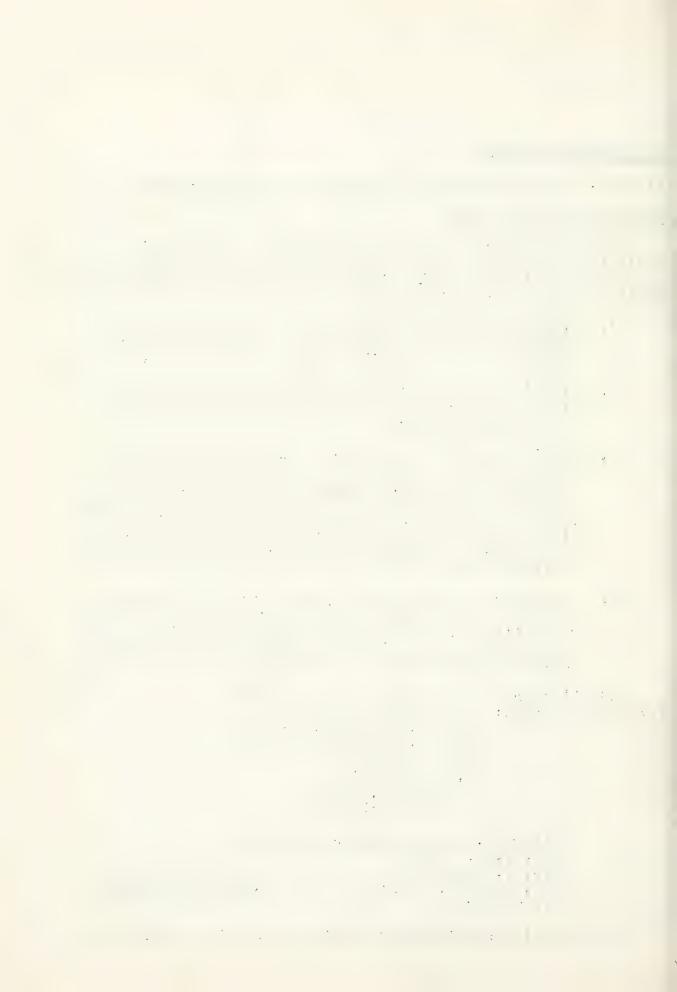
Rev. F. D. Haynes Mrs. J. Henry Mohr

Mrs. Hazel M. O'Brien

Frank A. Clarvoe, Jr. Secy. to Commission

Dr. Thomas Wu

The Schools and Library Committee of the 1958 Grand Jury



wishes to commend the Library Commission on its successful efforts in bringing about the study and survey of the San Francisco Libraries and their various procedures in order to improve and develop good library service for the people of San Francisco. The Committee also wishes to express its appreciation for the kind cooperation and assistance extended to it by Mr. Laurence Clarke, City Librarian and Mr. Frank A. Clarvoe, Jr., Secretary to the Commission, and to commend them highly for their ability to so adequately provide library service under the present handicaps.

MARGARET KLAUSER, Chairman
ANGELO CAMPANA
ROLAND YOUNG



COUNTY CLERK

Your Committee has had many meetings throughout the year with the County Clerk, Mr. Martin Mongan, and found him to be a very competent administrator of an efficient department. When one realizes that his office has jurisdiction over the Marriage Bureau, Hall of Records, as well as the court attaches of twenty-six courts, it is understandable that the county clerk has a tremendous responsibility. The court attaches are assigned to three courts at the Hall of Justice, one juvenile court, one court in San Francisco Hospital, and eighteen courts in the City Hall.

Annual Report

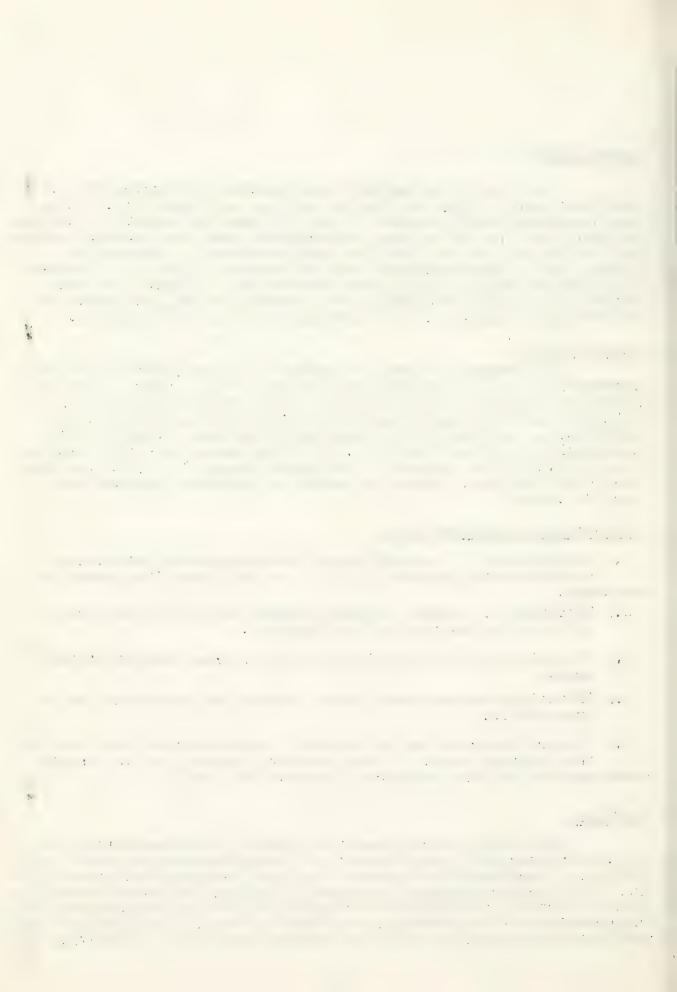
The revenue of the office for the year 1957-58 reached a quarter of a million dollars for the first time. This is an increase of \$25,000 over the previous year, and is due primarily to an increased fee schedule approved at the last session of the legislature. Another first occurred in filings of estates and guardianships, for a total of 3,666. The number of civil actions rose to 10,365. The number of marriages dropped to 6,525, over 400 less than last year, while the number of divorces remained the same at 2,442.

Some General Recommendations

- l. Substituting of microfilming for the current photostatic reproduction service will be more economical in operation and space.
 - 2. Providing of better lighting in the office for the benefit of both the public and the personnel.
 - 3. Completion of the shelving program in the basement storage area.
 - 4. Providing new and more stable chairs for use at the reference tables.
- 5. Better fireproofing of records. The committee sees this as the greatest need. A half century does not let us forget what happened to San Francisco's records in 1906.

Problems

The County Clerk faced two serious problems during the year, both brought on as a result of investigations by state committees. Your committee looked into both investigations thoroughly. The first concerned the Marriage Bureau. The state committee found by investigation that marriage and court clerks were receiving gratuities for marriages. We found no case of soliciting a fee and that the state law does not prohibit accepting a gratuity. As



COUNTY CLERK (continued)

a result, two clerks in the Marriage Bureau felt disciplinary action - a week's loss of salary. These men were later changed to other posts in the county clerk's office. This Committee agrees that the recent policy of the County Clerk of rotating clerks within the department will help solve this situation. However, we found that the custom of gratuities has gone on for over fifty years, not only in this county, but in most of the counties in California. While we agree that custom does not make it right, we urge that a strict policy as to gratuities should be established. We feel that the penalty imposed on the marriage clerks was unwarranted.

The purpose of a senate committee is to make an investigation of a situation that may need remedial legislation. To protect the powers of the committee and to assist in gathering information, the immunity clause of the state Government Code, Sec. 9410, was instituted. It states:

"A person sworn and examined before the senate or assembly or any committee cannot be held to answer criminally or be subject to any penalty or forfeiture for any fact or act touching which he is required to testify. Any statement made or paper produced by such witness is not competent evidence in any criminal proceedings against the witness. Further, the witness cannot refuse to testify to any fact or to produce any paper touching which he is examined, for the reason that his testimony or the production of the paper may tend to disgrace him or to render him infamous. Nothing in this section exempts any witness from prosecution and punishment for perjury committed by him on examination."

We feel that the above code section clears these men of monetary punishment. The Committee has the following suggestions:

- 1. A fee in addition to the charge for the marriage certificate should be established. The ceremonial fee should be comparable to those set by ministers or churches. The fee should go to the general fund.
- 2. A schedule of availability of judges would help couples desiring a civil ceremony. We suggest that the presiding judges of both the Superior and Municipal courts may assign one judge each on a weekly or daily basis.

The second matter concerns court attaches receiving fees from the court. This is claimed to be a violation of Charter section 222, "Outside Interests", and Rule 36 in particular, which is an operating order prohibiting outside employment. A City Attorney's opinion, No. 4036, dated December 3, 1947 clears this point without question.



COUNTY CLERK (continued); PUBLIC ADMINISTRATOR

"Rule 36 does not relate to appointments by the Court as appraisers, referee or receiver. The Superior Court has exclusive control of its ministerial officers in all matters relating to the court and that the matter of fees ordered paid for service in such appointments is not a concern of the City and County of San Francisco."

As to the splitting of fees, we feel that the County Clerk is not omniscient and has no way of telling if fees have been split. We suggest that a rotation of clerks of the court should help to correct this situation.

In conclusion, we congratulate Mr. Mongan for his positive attitude in correcting an embarrassing situation.

PUBLIC ADMINISTRATOR

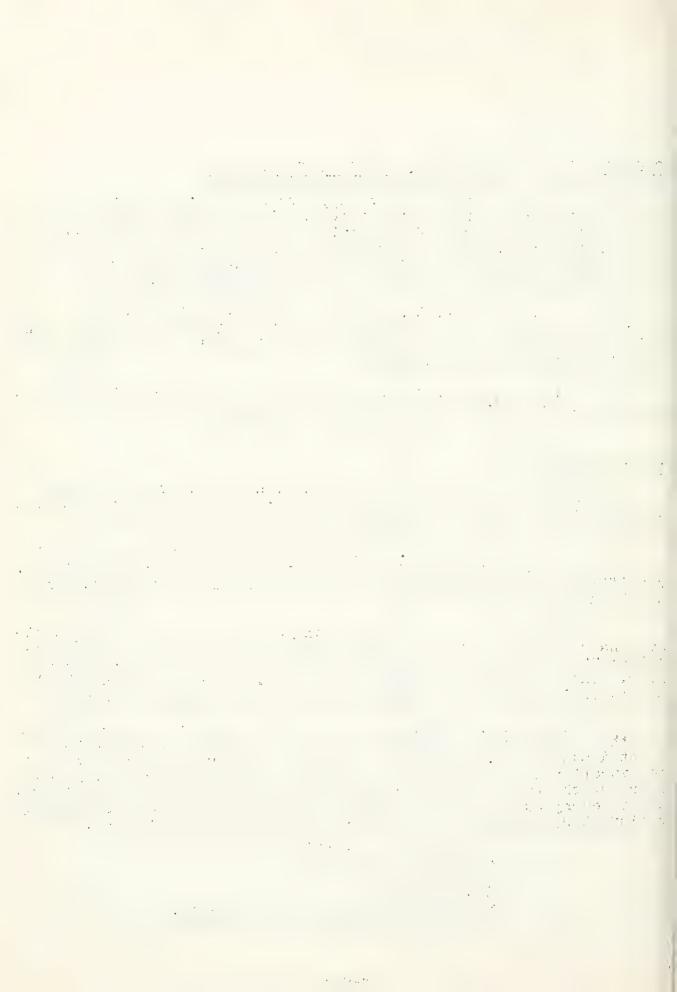
Our committee visited Mr. W. A. Robison, Public Administrator, twice during his last few months before retirement. We wish to commend him on his excellent record and years of service.

As a result of Mr. Robison's retirement, a complete audit of the office is now being made by the firm of Cecchi and Scheibner, certified public accountants. To date the result of this audit has not been received.

During the fiscal year ending June 30, 1958, 1249 investigations were made; letters of administration were issued on 567 estates; 771 estates were being processed as of the end of the fiscal year. The number of open estates on hand indicates that the ability and efficiency of the office staff is of the highest caliber.

The number of permanent employees seems to be large enough and the positions are correctly classified. However, as has been pointed out before, there is a definite need for temporary help during vacation periods. We feel that an investigation or survey would bear out the fact that this additional help is very necessary in order to carry out the normal operations of the office in a completely satisfactory manner. The permanent personnel are as follows:

- l Public Administrator
- 2 Estate Investigators
- 3 Attorneys 2 Bookkeepers
- 8 Legal stenographers and typists.



PUBLIC ADMINISTRATOR (continued) RECORDER-REGISTRAR OF VOTERS

All employees are on a straight salary basis. The commissions of the public administrator and the fees of his attorneys are deposited into the general fund of the City and County. The department revenue for the fiscal year ending June 30, 1958 was \$179,038. The following figures are a statement of income and expense for the past six years:

Fiscal Year ending June 30	Number of New Estates	Fees and Commissions	Expenses	Net Operat- ing Profit
1953	496	\$108,133.	\$ 70,207.	\$ 37,926
1954	513	120,613	79,140.	41,473.
1955	514	160,006.	84,118.	75,888.
1956	498	195,508.	90,236.	105,272.
1957	490	208,765.	95,784.	112,981.
1958	567	179,038.	105,965.	73,073.

Mr. Con S. Shea succeeded Mr. Robison on October 1, 1958, being the successful candidate for the office of Public Administrator as the result of a civil service examination held in July of this year. Mr. Shea comes to this office with an excellent background in the field of inheritance tax from the Treasurer's office.

Your Committee does not feel that Mr. Shea can make any changes in such a short time. We feel that office operations should be brought up to date, and suggested to Mr. Shea that he visit the trust departments of local banks for new ideas as soon as he is familiar with all the functional operations of his department.

RECORDER

The records of the Recorder show that the business of the office has indicated a steady increase over the years. There has been no additional personnel employed by this office for the last twenty years.

During the fiscal year ending June 30, 1958 there were 90,560 documents recorded, exclusive of marriage licenses, representing fees collected in amount \$207,290.80. The actual expenditures for the same year were \$170,726.60. An additional income which is not credited to the Recorder's office is from title insurance companies and record searchers, etc. in amount \$1,830. In addition to this, the records show that official, or free, recordings, that is, services rendered to war veterans, dependents of war veterans, compensation and pension claimants, old age claimants, and miscellaneous state and other political subdivisions of the state indicate that 5,267 papers were recorded, containing 7,366 pages, on which the normal fees would have been \$17,516.30.

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RECORDER-REGISTRAR OF VOTERS (continued)

It is recommended that an effort be made to have legislation passed that would require the state and political subdivisions to pay the county recorder for services rendered.

With the passage of an enabling act in 1957, by the state legislature, the Recorder may now photograph the original official records on microfilm. Savings would amount to in excess of 70% of the present cost of reproducing recorded instruments by the socalled photostat method. It would eliminate the purchase of record books and cabinets to contain them, and would also obviate the necessity of finding additional space for them. It has been found in at least one jurisdiction that $2\frac{1}{2}$ tons of records can be reduced by the microfilm method to just 14 pounds! The Recorder is in the process of putting short-term instruments on microfilm, but it is recommended by this Committee that as soon as possible a transition be made to full-scale operation by the microfilm method. not only accomplish a savings in costs and storage space, but will be an easy method to provide an additional copy for security purposes which may be filed at some location outside the target or fall-out areas.

REGISTRAR OF VOTERS

Under the provisions of Section 173 of the Charter, the Registrar of Voters has complete control of all matters pertaining to elections in the City and County of San Francisco.

During 1958 the Registrar held two elections - one, the State Primary, consolidated with the Special Municipal on June 3, and the other, the General State, also consolidated with the Special Municipal, held on November 4.

The General Election appeared to be a long and complicated ballot and with a high registration. Despite the fact that the vote percentage was a record 78.85% as compared with the previous high of 72.88%, there were no errors, omissions, recounts or contests on any candidate or issue.

The immediate need of the Registrar is a city-owned building to provide a workshop, storage space, and a building to recanvass the vote taken from the 1,645 voting machines. At present market value, these machines are worth approximately \$2,500,000. As a workshop and storage unit for these machines, the city now rents two warehouses, one located at 150 Potrero Avenue and the other at 1440 Broadway. Both of these buildings are not properly constructed for the uses to which the Registrar puts them. The rental for each building is \$1,300 per month, a total of \$31,200 a year, and it is our opinion that the unsuitability, plus the high rentals, make it reasonable and desirable that the city explore the possibility of

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RECORDER-REGISTRAR OF VOTERS (continued)

erecting its own building, if possible on land which can be procured without cost - either land already owned by the city, or some usable site under one of the freeways.

The Registrar's requirements are not pretentious. They could use a simple tilt-up concrete building with a good solid level concrete floor, and with proper loading docks so that trucks could be moved in and out at election time with maximum facility. If a proper site can be found and the building erected at a reasonable cost, it would be good business on the part of the city, in view of the high rentals now being paid for what appears to be the only available locations.

There is a further fear that should the Registrar be deprived of the use of one or both of these buildings by the owners (they are being leased on a year-to-year basis), he would be in a very precarious position and subject to considerable pressure to find adequate space for storage and workshop.

San Francisco is indeed fortunate in having a Recorder-Registrar of the capabilities of Mr. Thomas Toomey.

JOSEPH S. QUAN, Chairman

HENRY L. GIBBS

LEO J. MURPHY

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REDEVELOPMENT AGENCY

During 1958 the Redevelopment Agency reached its tenth year of operation, having been created in August 1948 by resolution of the Board of Supervisors acting pursuant to the California Community Redevelopment Law. During this period five areas have been designated for redevelopment. The South Basin Project (Area F) and the South of Market Project (Area D) have been dropped while three areas, Western Addition (Area A), Diamond Heights (Area B) and Embarcadero-Lower Market (Area E) are in various stages of planning or execution, as further described herein under the respective projects.

The reasons for the slow rate of progress over the ten year period are not readily apparent and cannot be summed up in any generalized statement. For example, an unknown length of time must be written off for initial organization of the Agency and its staff, while additional delays resulted from controversies in the early years of the Agency's existence which resulted in resignation of the Director. At about this time a legal action challenging the constitutionality of the Redevelopment Law held up progress for 18 months. More recently, difficulties in negotiating with property owners has made it necessary for the Agency to file numerous condemnation suits.

There are probably many other reasons for delays and there are doubtless many reasons why work has not proceeded at a faster paco despite said delays. Important social legislation such as redevelopment, with its problems of relocation and property acquisition cannot be dealt with as if it were a real estate subdivision on previously unimproved property. By the same token the Redevelopment Agency is now at a point where every delay can be pinpointed, and in the opinion of your committee the Agency would do well to issue and distribute to all interested persons, a monthly press release containing a brief progress report on each project. City officials and the public could then keep abreast of the Agency's problems as well as its accomplishments. Such a press release would supplement the minutes of previous meetings, which are complete and well-prepared and are distributed to press and public at the regular meetings of the Agency. However, the minutes are, of necessity, more detailed than is needed for a public understanding of progress, or reasons for the lack of progress.

Personnel, Meetings Held

As of the end of September 1958 the Agency was operating with a total staff of 32 (including the Director) with annual salaries of \$312,280. This includes eight employees on work orders from other City departments. The Director states that the present staff is adequate and it is inferred from this that any difficulty

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the Agency is encountering in carrying on its work is not attributed to the need for more employees. (As practically all Agency expenses are paid by the Federal Government, any additional employees would presumably be approved by the Urban Renewal Administration of the Housing and Home Finance Agency.)

In the ten months ended October 31, 1958 the Redevelopment Agency held 18 regular meetings and 5 special meetings. Of the 18 regular meetings your Chairman attended 7, being accompanied by the Ecreman on 5 occasions. Other members of the committee attended meetings when it was possible for them to do so.

It is our opinion that the problems faced by the Agency and the steps taken to cope with these problems can best be appreciated by public attendance at Agency meetings.

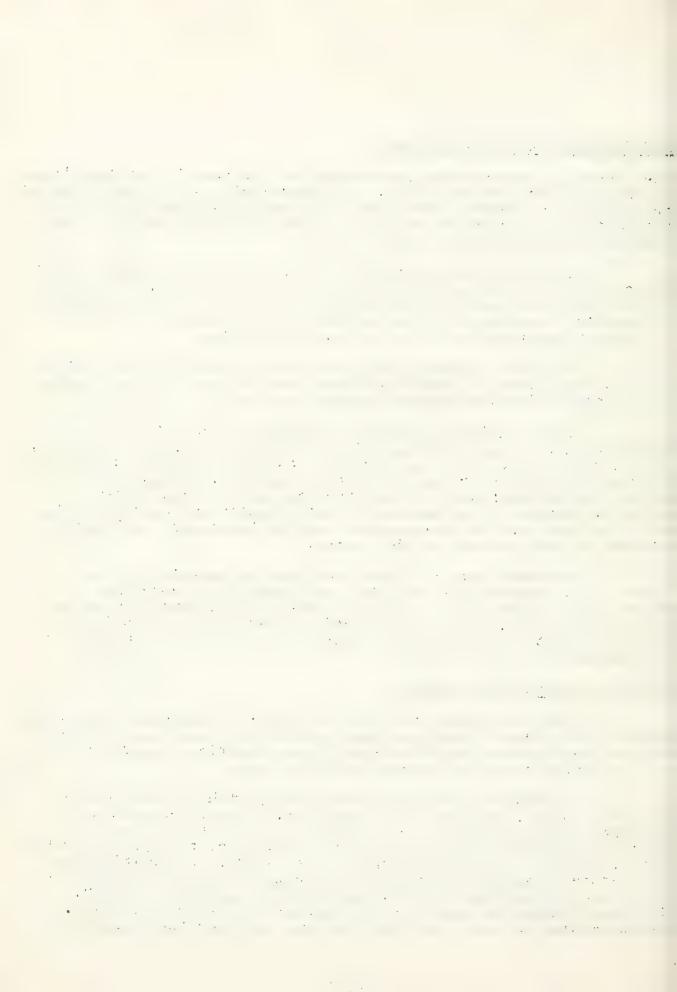
Your committee enjoyed the friendly cooperation of the Director, Mr. Eugene Riordan, and the Secretary, Mr. M. C. Hermann, at all times during the year. We were supplied promptly with copies of reports requested by us regarding operations, finances and personnel, including plans for each project, and certain special reports. Copies of the minutes of each regular and special meeting were furnished and the Foreman and your Chairman were notified in advance of each meeting of the Agency.

Chairman Joseph Alioto conducted the meetings of the Agency in a businesslike forceful, yet tactful and courteous manner. Mr. Alioto was able to be present at all except a few of the meetings held, a fact considered very important in an Agency faced constantly with problems requiring the personal decision or recommendation of the Chairman.

Delays in Acquiring Property

The Agency does not have the right of immediate possession (except for street widening or new streets) but must acquire property by the slow and costly method of condemnation whenever agreement on price cannot be reached with the owner.

In order to deal more effectively with the problems as it exists today, the Agency Chairman, Mr. Alioto, proposed at a meeting of the Agency held on November 12, 1958 that a panel of attorneys, possibly six or seven, be retained by the Agency for the express purpose of speeding condemnation suits. Under this plan each attorney would be assigned three cases and as soon as one of the three was settled, the attorney would be assigned another. In this way a number of cases would be under way at the same time, saving months or years over the time required for the Agency's



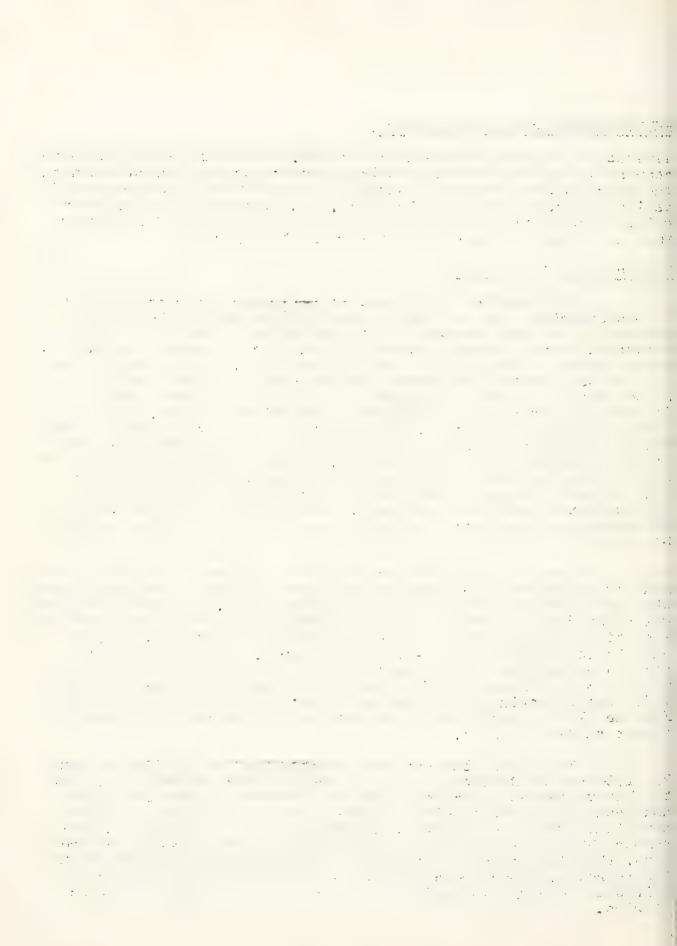
limited legal staff to handle the suits. The plan will require the cooperation of the Housing and Home Finance Agency (which would pay the fees) and the presiding judge of the Superior Court who would assign the judges to hear the cases. The matter of finding open dates on court calendars to hear these cases is itself a problem that may have to be solved by using visiting judges.

Western Addition (Area A)

This was the first area to be selected for redevelopment in San Francisco and originally comprised an area of 280 blocks bounded by Van Ness Avenue, California Street, Presidio Avenue, Broderick Street, Masonic Avenue, Haight Street, Duboce Avenue and Market Street. During 1958, on recommendation of the Agency, that part of the Western Additional Project (Area A) lying south of Fulton Street was de-designated by the Board of Supervisors and is therefore no longer considered a redevelopment area. Western Addition Project as now constituted is bounded by Van Ness Avenue, California Street, Fulton Street and by an irregular westerly line including Presidio Avenue, Masonic Avenue and between the latter two. St. Josephs Avenue. This report, however, concerns only Project Area A-1 consisting of approximately twenty-eight blocks bounded by Franklin Street, Post Street, Broderick Street and irregular line including portions of O'Farrell. Ellis and Eddy Streets.

The original 280 block area was designated for redevelopment by the Board of Supervisors on August 2, 1948, and at the same time the Board created the Redevelopment Agency. The original plan was amended by the Board of Supervisors September 22, 1952, and the Tentative Plan, prepared by the Planning Commission and relating only to the present twenty-eight block area, was approved and adopted by the Board on January 6, 1953. The Final Plan was submitted to the (Federal) Urban Renewal Administration on May 13, 1955, and following review and modification was approved by URA in February 1956, thereafter being approved by the Board of Supervisors on May 28, 1956.

The Final Plan was next re-submitted to the URA on June 21, 1956 and on December 5, 1956 a contract was offered by URA to the Redevelopment Agency covering the necessary financing. Loan and grant money was received by the Agency in February 1957 and appraisals were then started. Appraisals were completed in September 1957 and submitted for review to the City Director of Property, then in December to the Urban Redevelopment Administration for approval. Concurrence of URA in appraisal figures was received in January 1958 and the purchase of properties was then started.



The above chronology, which omits many significant dates, is inserted in this report to illustrate the many steps, some legal, some procedural, which must be taken between the time a given area is first designated and the time funds are available and the purchase of property can begin.

Western Addition Project Area A-1 is being financed by Federal Government loans in the presently authorized amount of \$16,691,025. Of this amount, about one-half will be repaid from proceeds of sale of property and the remainder will be a grant to the City, dependent upon the City furnishing certain "noncash grants-in-aid" consisting of street widening, other street improvements, street lighting, sewers and similar utilities.

The acquisition of property, except for those cases which must await condemnation proceedings, seems to be progressing at a fairly good rate. Through September 30, 1958 the Agency had purchased 331 parcels for \$6,728,275, this dollar figure being more than one-half of the amount budgeted for property purchases. Condemnation suits to obtain property needed for the widening of Geary Street were filed September 10, 1958. In addition to the purchase of land and the filing of condemnation suits the Agency has demolished a number of structures and has let contracts for the demolition of many others. Agency Director Riordan, during September talked to the directors of the Sacramento and Los Angeles agencies regarding the land disposition methods used in those cities. The general question of land disposition policies has appeared on the agenda at the Agency's regular meetings with sufficient frequency to indicate that this all-important matter is having proper attention.

Diamond Heights (Area B)

This almost completely undeveloped area consists of 325 acres of hilly land lying south of Portola Drive and east of O'Shaughnessey Boulevard. The area includes relatively few improved properties and the tax revenue for the fiscal year 1956-57 was only \$24,661.64. Because little or no relocation problem is involved, the area is a most logical one for redevelopment, and the splendid view lots on the upper slopes provide excellent residential sites. However, due to the difficult terrain, lack of streets and sewers, and with existing and proposed streets laid out in a gridiron pattern entirely unsuitable for the area, it has apparently never been possible to interest private real estate developers in investing capital on a piecemeal basis, and a full scale redevelopment program appeared to be the only solution.

The City Planning Commission, by resolution of March 23, 1950 recommended that Diamond Heights be designated for redevelopment,

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and the Board of Supervisors on July 24, 1950, so designated the area. Following public hearings on the proposed plan the Board of Supervisors approved on June 9, 1952 the Tentative Plan for Diamond Heights, Project B-1. About a year later on June 4, 1953 (Federal) Housing and Home Finance Agency Loan and Grant contracts were approved by the Redevelopment Agency.

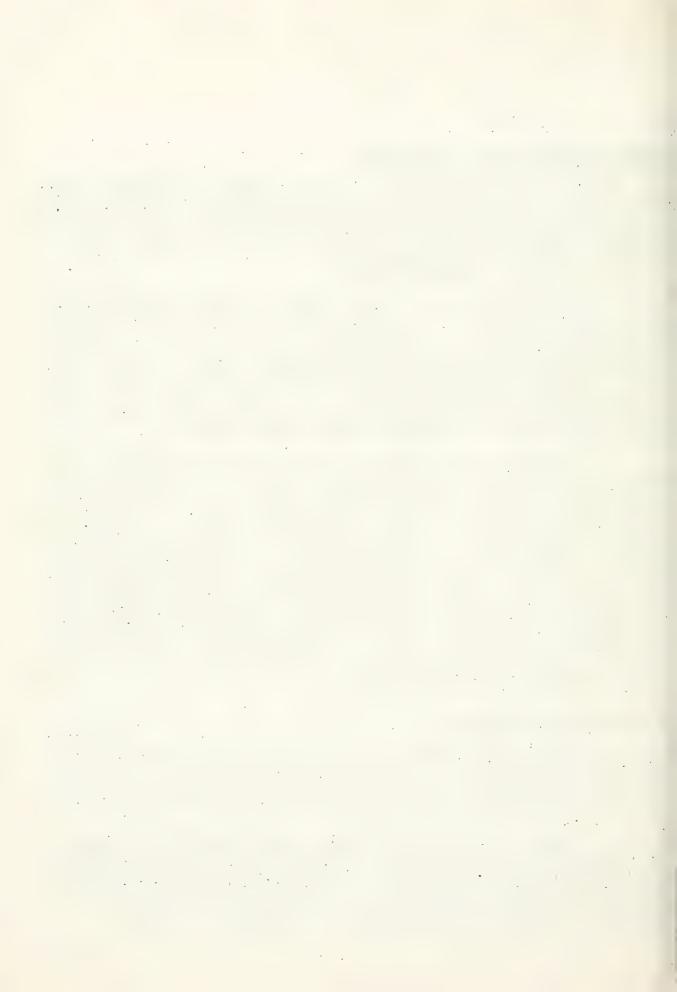
At this point a delay of eighteen months was incurred while the constitutionality of the California Community Redevelopment Law was tested in the courts, and it was not until December 27, 1954 that the matter was settled by the issuance of a Writ of Mandate. Following further public hearings required by law the Final Plan was submitted July 14, 1955 and approved by the Board of Supervisors on October 24, 1955. On March 1, 1956 a loan and grant contract was entered into with the Urban Renewal Administration, providing for a Government loan of \$6,790,882.

Property acquisition commenced with the first offer of sale by an owner on October 2, 1956. Thereafter, purchases were made steadily until, by June 30, 1957, 318 parcels had been purchased for \$751,000, representing about one half of the privately owned property to be acquired. Most of the remaining one half was cwned by Atlas Realty Company, Crocker Estate, Fay Improvement Company, Fellom Brothers, Charles Harney and Rosenberg Brothers, and it became necessary to file condemnation actions against these owners. The first trial started October 9, 1957 and after 28 days of trial the jury awarded the 18 Atlas Realty Company Parcels to the Redevelopment Agency for \$137,860. A second trial started on May 1, 1958 and others followed and will follow until all property has been acquired. Only then can the City proceed with work on streets, sewers, utilities and the Agency proceed with actual sale of the land to private redevelopers.

South of Market (Area D)

The redevelopment area known as South of Market is of little interest at the present time by reason of the decision of the Urban Renewal Administration in March 1958 to decline consideration of requests for funds until the Redevelopment Agency submitted a satisfactory plan for the Produce Area.

The original South of Market Area consisted of twelve blocks which was later reduced to a six and one-half block area including parts of Folsom, Harrison, Natoma and Hawthorne Streets. Presumably at some future time, if conditions are met and Federal funds are available, this badly needed project can be reinstated, but for the present it stands as a de-designated project.



Embarcadero-Lower Market (Area E)

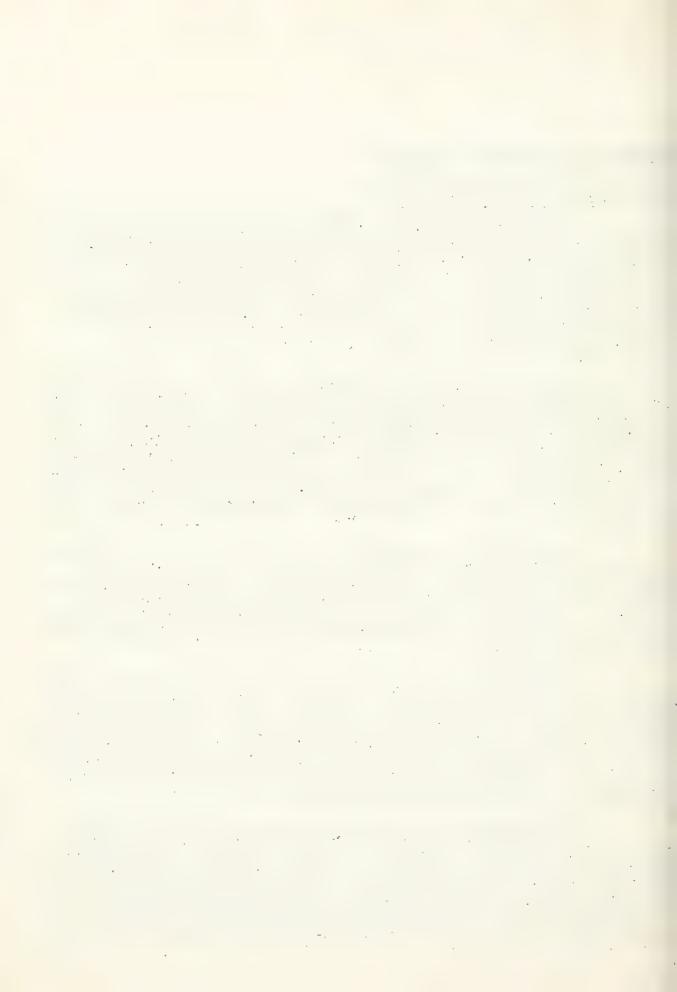
This project, known as "The Golden Gateway" and, by reason of its presently reduced size, as "Produce Market Area," was originally a 77.7 acre project extending along the Embarcadero from Howard to Broadway with Broadway as its North Boundary, thence South to Sacramento Street. Its western limits touched Sansome, Montgomery and Battery Streets. The reduced area, presently in the final planning stages, consists of 44.6 acres divided into 17 blocks, bounded by the Embarcadero, Broadway, Battery and Sacramento.

The produce market section long has been a civic problem and in designating the area for redevelopment on February 21, 1955 the Board of Supervisors recognized an obvious condition that could probably never be cured without a mass redevelopment plan. Because the area comprises mostly business rather than residential properties, the problem in the case of the produce area is vastly different than in the case of the Western Addition or Diamond Heights areas and presents problems of acquisition, relocation and reuse of land that are quite different from those primarily residential sections.

Despite the complexity of the Area E-1 project it seems apparent that the Agency is currently taking advantage of its experience on other projects and is, with the aid of other civic groups, keeping more pressure on the planning stages of this project. The minutes of the Agency meetings reflect discussions of planning matters, land disposition policy and discussions with potential redevelopers.

As mentioned above, the Market-Embarcadero project was designated for redevelopment February 21, 1955. More than three years elapsed between this date and April 17, 1958 when the Preliminary Plan - the first step in any project - was submitted to the Agency by the Planning Commission. During this three year period a good deal of time was apparently required in arranging for funds to prepare a schematic plan, appraisals and other data deemed necessary to consideration of the project.

The designation by the Board of Supervisors of an area for redevelopment without at the same time arranging for funds to take care of initial planning is an empty gesture on the part of the Board, and causes delays while other means are found to obtain the needed funds. Since the Urban Renewal Administration is apparently very reasonable about allowing preliminary expenditures by the City to be treated as grants-in-aid credits, it is recommended that when designating future projects the Board, at the time



of the designation, appropriate funds for preliminary appraisals and other preliminary planning. There has been some criticism of the city for trying to get the maximum contribution from URA while the city keeps its own cash contributions at a minimum, and the appropriation of preliminary funds is one area where good faith and a desire to get on with the job can be evidenced in a concrete manner.

The Preliminary Plan was adopted by the Planning Commission April 17, 1958 and transmitted to the Redevelopment Agency. The Agency then negotiated with Skidmore, Owens and Merrill to prepare a Tentative Plan. The Tentative Plan was submitted to the Agency July 9, 1958 and, after the required two public hearings, the plan was approved by the Board of Supervisors October 14, 1958.

There remained the submission of the Final Plan, scheduled for completion December 15, 1958, after which the purchase or condemnation of properties can begin. While there are some very difficult problems to face on this project it is axiomatic that no problem can take precedence over land acquisition.

Many of the problems in Area E can and undoubtedly will be dealt with concurrently, and in the opinion of your Committee, the Staff of the Agency should be enlarged or strengthened to the degree necessary to permit simultaneous handling of the several phases of the project. The firm of Skidmore, Owens and Merrill in presenting the schematic plan and the Redevelopment Agency's own excellent chronological summary of steps taken to October 14, 1958 present various matters which must be given attention.

The failure of the voters at the November 4, 1958 election to give the necessary two-thirds majority to Proposition C has handed the Redevelopment Agency another problem. This measure would have provided \$2,785,000 for a Ferry Building Park of four acres along the Embarcadero from Mission Street to Clay Street. Because the Ferry Park has been planned all along as an integral part of the Area E project and because its cost could have been credited as grants-in-aid, it is important that an alternate plan be adopted as soon as possible.

Recommendations

The cumbersome Community Redevelopment Law, with its much-criticized requirement for the submission of three separate plans for each project, should be changed. Action has been started to eliminate the requirement for a Tentative Plan, with appropriate public hearings, and the Final Plan. Future Grand Juries are urged to check frequently on progress made in obtaining a much-needed amendment to the State Law to eliminate the Tentative Plan.

The appraisal procedure followed by the Redevelopment Agency should be reviewed periodically to make certain that property owners are being offered fair market value for their properties. For those owners who are not satisfied with the offer made by the Agency, some type of appeal procedure should be available at nominal cost so that persons of limited means would not have to be subjected to condemnation proceedings without a preliminary hearing. This could consist of a body such as the Board of Permit Appeals, which would have the authority to order an additional appraisal at no expense to the property owner and which would also have the authority to modify within certain limits the amount previously offered by the Agency.

HOWARD H. LOWRY, Chairman MRS. MARGARET KLAUSER HENRY L. GIBBS

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